

Public Accounts 1989-90

UNIVERSITY OF ALBERTA

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Public Accounts 1989-90


To Her Honour
W. H. Hunley
Lieutenant Governor of Alberta

May it Please Your Honour

The undersigned has the honour to present the Public Accounts of Alberta for the year ended March 31, 1990, in accordance with the requirements of the Financial Administration Act.

Dick Johnston
Provincial Treasurer

Edmonton, January 15, 1991



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To the Honourable Dick Johnston
Provincial Treasurer

Sir:

In accordance with the provisions of section 77 of the Financial Administration Act, we have the honour to transmit herewith the Public Accounts of Alberta for the year ended March 31, 1990 to be laid by you before the Legislative Assembly.

The Public Accounts are presented in a single volume containing financial statements and other reports, including

1. Consolidated financial statements of the Province of Alberta,
2. Financial statements of the General Revenue Fund,
3. Details of General Revenue Fund expenditure and revenue by department,
4. Financial statements of revolving funds, regulated funds and Provincial agencies, and
5. Reports that are required to be included with the Public Accounts in accordance with the Financial Administration Act and other statutes.

In addition to the Public Accounts, a report presenting details of expenditure by payee is provided as supplementary information.

Respectfully submitted

A. D. O'Brien
Deputy Provincial Treasurer
Management and Control

J. D. Peters, CA
Controller

Alberta Treasury
Edmonton, January 15, 1991

TABLE OF CONTENTS

Section

1. Consolidated Financial Statements of the Province of Alberta
2. Financial Statements of the General Revenue Fund
3. General Revenue Fund Expenditure and Revenue by Department
4. Financial Statements of Revolving Funds
5. Financial Statements of Regulated Funds
6. Financial Statements of Provincial Agencies
7. Financial Statements of Commercial Enterprises
8. Supplementary Information Required by Legislation or by Direction of the Provincial Treasurer
9. Alphabetical Index of Funds and Agencies

SECTION 1

1989-90 PUBLIC ACCOUNTS

CONSOLIDATED FINANCIAL STATEMENTS OF THE PROVINCE OF ALBERTA

Contents:

Statement No.		Page
	Introduction	1.2
	Report of the Auditor General	1.3
1.1	Consolidated Statement of Reported Assets, Liabilities and Net Assets	1.4
1.2	Consolidated Statement of Revenue and Expenditure	1.5
1.3	Consolidated Statement of Changes in Financial Position	1.6
	Notes to the Consolidated Financial Statements	1.7
	Schedules to the Consolidated Financial Statements	1.13
Schedule No.		
1.1	Cash and Marketable Securities	1.13
1.2	Portfolio Investments	1.14
1.3	Long-term Investments	1.15
1.4	Equity in Commercial Enterprises	1.16
1.5	Loans and Advances	1.18
1.6	Unmatured Debt	1.19
1.7	Restricted Profits and Equity	1.19
1.8	Revenue	1.20
1.9	Expenditure by Object	1.20
1.10	Operating and Capital Expenditure by Major Function	1.21
1.11	Debenture and Loan Guarantees	1.22

CONSOLIDATED FINANCIAL STATEMENTS
OF THE PROVINCE OF ALBERTA
FOR THE YEAR ENDED MARCH 31, 1990

Introduction:

The financial statements in this section are consolidations of the financial statements of the General Revenue Fund, revolving funds, regulated funds, Provincial agencies, including those Provincial agencies designated as commercial enterprises, for which separate financial statements or summaries are presented in sections 2 to 7 inclusive.

The methods of consolidation are described in the Accounting Policy note that forms part of the financial statements.

PROVINCE OF ALBERTA
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report

Consolidated Statement of Reported Assets, Liabilities and Net Assets

Consolidated Statement of Revenue and Expenditure

Consolidated Statement of Changes in Financial Position

Notes to the Consolidated Financial Statements

Schedules to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Members of the
Legislative Assembly

I have examined the consolidated statement of reported assets, liabilities and net assets of the Province of Alberta as at March 31, 1990 and the consolidated statements of revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Province of Alberta as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 1 to the consolidated financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
October 12, 1990, except as to
Notes 4(c), 6 and 7 which are
as of January 15, 1991.

Statement No. 1.1

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF REPORTED ASSETS,
LIABILITIES AND NET ASSETS
MARCH 31, 1990

		In thousands	
<u>Schedule No.</u>	<u>ASSETS</u>	<u>1990</u>	<u>1989</u>
1.1	Cash and marketable securities	\$ 3,662,225	\$ 4,086,541
	Accounts receivable	1,400,528	1,302,767
1.2	Portfolio investments	6,032,907	5,813,521
1.3	Long-term investments	1,184,700	1,119,831
1.4	Equity in commercial enterprises	1,659,478	1,441,474
1.5	Loans and advances	9,936,227	9,683,663
	Real estate held for rental and resale	246,156	223,646
		<u>\$24,122,221</u>	<u>\$23,671,443</u>
LIABILITIES AND NET ASSETS			
	Liabilities:		
	Accounts and loans payable	\$ 1,511,793	\$ 1,484,298
	Unearned revenue and suspense	61,458	62,219
1.6	Unmatured debt	14,027,129	11,914,826
		<u>15,600,380</u>	<u>13,461,343</u>
1.7	Restricted profits and equity	<u>5,794,217</u>	<u>5,143,078</u>
	Net Assets:		
	Net assets at beginning of year	5,067,022	7,082,470
	Net expenditure - Statement No. 1.2	2,339,398	2,015,448
	Net assets at end of year	<u>2,727,624</u>	<u>5,067,022</u>
		<u>\$24,122,221</u>	<u>\$23,671,443</u>

The accompanying notes are part
of these financial statements.

PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	In thousands	
	1990	1989
Revenue:		
Taxes	\$ 3,919,478	\$ 3,414,869
Non-renewable resource revenue	2,239,968	2,084,747
Investment income	1,890,674	1,833,572
Payments from Government of Canada	1,886,553	2,080,165
Fees, permits and licences	719,769	650,808
Net profits from commercial operations	391,194	433,989
Other revenue	1,071,111	729,382
	<u>12,118,747</u>	<u>11,227,532</u>
Expenditure:		
Health	3,601,565	3,328,770
Education	2,821,354	2,710,677
Resource conservation and economic development	1,689,495	1,553,703
Social services	1,501,717	1,433,746
Transportation and utilities	1,043,620	1,149,545
Regional planning and development	839,708	841,523
Protection of persons and property	562,964	456,203
Recreation and culture	277,028	190,503
Environment	266,128	223,344
Housing	154,353	109,093
General government		
Debt servicing costs	850,288	559,224
Other	577,186	583,839
	<u>14,185,406</u>	<u>13,140,170</u>
Valuation adjustments	272,739	102,810
	<u>14,458,145</u>	<u>13,242,980</u>
Net expenditure	<u>\$ 2,339,398</u>	<u>\$ 2,015,448</u>

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PROVINCE OF ALBERTA
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	In thousands	
	1990	1989
Operating transactions:		
Net expenditure	\$ 2,339,398	\$ 2,015,448
Non-cash items included in net expenditure	(388,950)	(130,942)
Restricted profits and equity	(651,139)	(540,502)
Other, net	131,272	64,494
Cash applied to operating transactions	<u>1,430,581</u>	<u>1,408,498</u>
Investing transactions:		
Portfolio investments	1,620,849	1,262,682
Loans and advances	1,066,511	676,534
Proceeds from disposals, repayments and redemptions of portfolio investments	(1,486,665)	(1,345,429)
Repayment of loans and advances	(619,690)	(571,099)
Other, net	316,713	212,916
Cash applied to investing transactions	<u>897,718</u>	<u>235,604</u>
Financing transactions:		
Debt retirement	24,172,240	19,820,195
Debt issues	(26,076,223)	(21,866,327)
Cash provided by financing transactions	<u>(1,903,983)</u>	<u>(2,046,132)</u>
Increase (decrease) in cash and marketable securities	(424,316)	402,030
CASH AND MARKETABLE SECURITIES AT BEGINNING OF YEAR	4,086,541	3,684,511
CASH AND MARKETABLE SECURITIES AT END OF YEAR	<u>\$ 3,662,225</u>	<u>\$ 4,086,541</u>

PROVINCE OF ALBERTA
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE YEAR ENDED MARCH 31, 1990

Note 1 Summary of Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with the following accounting policies:

(a) **Reporting entity**

These financial statements include the accounts of most government entities including the General Revenue Fund, revolving funds, regulated funds and provincial agencies as defined by the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

The following corporations are excluded from the definition of Provincial corporation and accordingly their accounts are not included in the consolidated financial statements.

- (i) New towns or housing authorities under section 42 of the Alberta Mortgage and Housing Corporation Act
- (ii) Ambulance district boards under the Ambulance Services Act
- (iii) The Calgary General Hospital Board under The Calgary General Hospital Board Act, and
- (iv) A board of a hospital district appointed by an order under section 8 of the Hospitals Act.

The following corporations are exempted from all reporting and financial control provisions of the Financial Administration Act except section 81 respecting the approval of borrowing by the Provincial Treasurer. Accordingly their accounts are excluded from the consolidated financial statements.

- (a) The board of a university under the Universities Act
- (b) The interim governing body of a university under the Universities Act
- (c) The board of a public college under the Colleges Act
- (d) The Governors of the Banff Centre for Continuing Education
- (e) The board of a technical institute under the Technical Institutes Act
- (f) The interim governing authority of a technical institute under the Technical Institutes Act
- (g) The Alberta Heritage Foundation for Medical Research
- (h) The board of management of a Provincial General Hospital under the Provincial General Hospitals Act
- (i) A mental health hospital board under the Mental Health Act
- (j) The Alberta Cancer Board
- (k) The University Hospitals Board under the University of Alberta Hospitals Act
- (l) The Joint Standards Directorate under the Chartered Accountants Act, the Certified Management Accountants Act and the Certified General Accountants Act, and
- (m) Any subsidiaries of the aforementioned corporations that are controlled directly or indirectly through one or more intermediary corporations.

(b) **Method of consolidation**

The accounts of the General Revenue Fund, revolving funds, regulated funds and Provincial agencies, except those designated as commercial enterprises, are consolidated after adjusting them to a basis consistent with the accounting policies described below in (c). Inter fund, agency revenue and expenditure transactions, investing and financing transactions, and related asset and liability accounts have been eliminated.

The accounts of Provincial agencies designated as commercial enterprises are recorded on an equity basis, the equity being computed in accordance with generally accepted accounting practices applicable to those enterprises.

The reporting period of seven of the Provincial agencies is for the year ended December 31, 1989. Transactions of these agencies that have occurred during the period to March 31, 1990 and that significantly affect the consolidation have been recorded.

(c) **Basis of financial reporting**

Revenues

Net personal income taxes are reported on the basis of the cash received prior to the year end from the Government of Canada based on its estimate of the amount due to the Province under the terms of a tax collection agreement. Net corporate income taxes are collected by the Province and reported on a cash basis. Freehold mineral rights tax and non-renewable resource revenue from royalty consist of cash received in the year on account of the current and previous fiscal years and cash received in the three months following the year end relating to previous fiscal years. Other revenues are reported on an accrual basis.

Expenditures

Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs, including capital acquisitions, expenditures on capital programs and grants for capital purposes.

Pension costs in respect of defined benefit pension plans for provincial employees and Members of the Legislative Assembly comprise only the Province's contributions for services rendered during the fiscal year. No provision is made for additional expenditure to reflect the present value of accrued pension benefits determined by actuarial valuation.

No provision is made for employee vacation entitlements, sick leave and long term disability benefits.

Reported Assets and Liabilities

Reported assets are limited to financial claims on outside organizations and individuals and real estate held for rental and resale at the year end. Because income taxes are reported on a cash basis, net personal and corporate income taxes receivable are not reported.

Liabilities include all financial claims payable by the Province at the year end. No accrual is made for actuarial estimates of obligations in respect of the present or future benefits payable under Pension Plan Acts with benefits directly chargeable to or guaranteed by the Province, other than the amount included in restricted profits and equity (Schedule 1.7). No accrual is made for employee vacation entitlements, sick leave and long-term disability benefits, amounts payable under the Alberta Income Tax Act or the Alberta Corporate Income Tax Act.

Marketable securities are temporary investments; they are valued at cost or market value, whichever is lower, on an aggregate basis.

Portfolio investments are investments that are required to meet specific future obligations or to provide income over a long period.

Bonds, bond coupons and residuals, mid-term money market securities and mortgages included in portfolio investments are carried at cost adjusted for deferred unamortized realized gains and losses. Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

Common shares, preferred shares, warrants and pooled equity trust units included in portfolio investments are carried at cost. Real estate is carried at the lower of cost and appraised value. Realized gains and losses on disposals of these investments are included in the determination of net expenditure.

Long-term investments are recorded at cost.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Real estate held for rental and resale is valued at the lower of cost and net realizable value.

Debentures included in unmatured debt are recorded at the face amount of the issue less unamortized discount, which includes issue expenses and hedging costs, and sinking fund assets. Sinking fund investments are carried on the same valuation basis as portfolio investments, at cost or adjusted cost. Treasury bills and promissory notes are recorded at issue principal less unamortized discount, where applicable.

Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of net expenditure.

Consistent with the reporting of capital acquisitions as expenditure, fixed assets are not reported.

Note 2 Pension Obligations

The Pension Fund is a regulated fund established for the purpose of assisting the Government to meet its pension obligations under guarantees of defined benefit pensions under six of the plans administered by the Government. The Pension Fund balance in restricted profits and equity at March 31, 1990 amounted to \$5,038,261,000.

Actuarial valuations were carried out at March 31, 1988 and estimated accrued pension benefits were as undemoted:

Local Authorities Pension Plan Act	\$3,854,614,000
Public Service Pension Plan Act	2,248,919,000
Public Service Management Pension Plan Act	1,239,560,000
Universities Academic Pension Plan Act	995,238,000
Special Forces Pension Plan Act	534,187,000
Members of the Legislative Assembly Pension Plan Act	43,525,000
Total obligation	8,916,043,000
Less Pension Fund balance included in restricted profits and equity at March 31, 1988	3,994,545,000
Net obligation	<u>\$4,921,498,000</u>

The above figures were estimated by calculating the present value, at March 31, 1988, of benefits that accrued in respect of service to that date. The valuations were based on a common set of economic assumptions, including rate of salary increases due to inflation, interest rates and rates of discretionary cost of living increases for present and future retired members. Some of the demographic assumptions used in estimating the above liabilities, including termination, retirement, and salary increases due to promotion and merit, varied from plan to plan according to the particular characteristics of each plan.

On September 1, 1988 the Government established a pension plan for provincial judges and masters in chambers. Based on an actuarial valuation, the Government's initial unfunded liability under the plan in respect of accrued pension benefits attributed to services rendered to that date was estimated at \$22,701,000.

Under provisions of the Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Province of Alberta. An actuarial valuation at August 31, 1989 indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately \$2,393,600,000 to meet the liabilities of the fund. The actuarial valuation was based on a different set of assumptions from those used for the above Pension Plan Acts. A separate actuarial valuation at August 31, 1989 based on the same actuarial assumptions and actuarial cost method as used for the above Pension Plan Acts indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately \$3,127,000,000 to meet the liabilities of the fund. When preparing the latter valuation, the consulting actuary estimated that the unfunded accrued liability would amount to approximately \$3,299,100,000 at March 31, 1990.

Prior to July 5, 1990, the Province of Alberta had an obligation to pay from the General Revenue Fund to the Workers' Compensation Board the costs of additional amounts of compensation for permanent total disability or permanent partial disability in respect of accidents which occurred prior to January 1, 1974. The Board determined that the actuarial liability arising from those additional amounts was approximately \$218,000,000 at March 31, 1990 (1989 \$204,000,000).

On July 5, 1990 the Workers' Compensation Amendment Act, 1990 received Royal Assent. The Act repealed the provisions existing at the year end relating to the Province's obligation, redetermining the outstanding liability at \$41,150,000 to be discharged by payment from the General Revenue Fund as follows:

1990-91	\$13,800,000
1991-92	10,900,000
1992-93	8,200,000
1993-94	5,500,000
1994-95	2,750,000

Prior to April 1, 1986, all costs incurred by the Workers' Compensation Board in respect of work-related accident injuries to provincial employees were reimbursed by the Province of Alberta. From that date the Province has been assessed premiums based on its salaries, job classifications and experience. The Board determined that the actuarial liability arising from those accidents which occurred prior to April 1, 1986 amounted to approximately \$29,000,000 at March 31, 1990 (1989 \$31,000,000).

Note 3 Commitments

The Province has commitments under a number of statutory grant programs such as the social allowance program for which money must be voted annually. Set out below are other obligations to outside organizations and individuals that will become liabilities if and when terms of existing contracts, agreements or legislation are met.

	1990	1989
Obligations under long-term leases, contracts and programs	\$1,624,603,000	\$1,404,501,000
Long-term investments authorized and undisbursed	711,847,000	624,747,000
Loans and advances approved and undisbursed	211,600,000	195,414,000
Other	410,064,000	169,127,000
	<u>\$2,958,114,000</u>	<u>\$2,393,789,000</u>

Note 4 Contingent Liabilities

No provision has been made in the financial statements for contingent liabilities resulting from guarantees, indemnities and litigation.

(a) Debenture and Loan Guarantees

Debenture and loan guarantees amounting to \$2,149,656,000 (1989 \$1,503,422,000) are analyzed in Schedule 1.1.1. The Province has also guaranteed loans made from the Treasury Branches Deposits Fund amounting to \$609,408,000 at March 31, 1990 (1989 \$418,609,000).

(b) Indemnities and Other Guarantees

The Province has agreed to indemnify and fund interest to the extent necessary on \$335,000,000 of debentures issued by S C Financial Ltd. to credit unions in exchange for stabilization preferred shares of the credit unions. To March 31, 1990, the Province has paid \$156,217,000 (1989 \$111,869,000). These amounts were charged to expenditure - valuation adjustments.

The Province has agreed to indemnify S C Properties Ltd. against loss by reason of its obligation to pay interest on notes given in exchange for up to \$350,000,000 in properties purchased from credit unions. To March 31, 1990, the Province has paid \$108,641,000 (1989 \$74,462,000). These amounts were charged to expenditure - valuation adjustments. To the extent that the net cash proceeds from the sale of all properties do not result in repayment of the full principal amount of the notes, the Province will indemnify any deficiency.

The Province has agreed with the Canada Deposit Insurance Corporation to indemnify the Corporation for loss occurring by reason of its obligation to make payment in respect of any deposit insured by a policy of deposit insurance issued to North West Trust Company, in consideration of which the Corporation paid an amount of \$277,801,000 to North West Trust Company, evidenced by a non-interest bearing promissory note endorsed to Treasury Branches without recourse to the Corporation.

The Province has agreed to indemnify North West Trust Company from any loss in the event any of the payment or performance obligations of 354713 Alberta Ltd., a company jointly owned by the Province and Treasury Branches, are not paid or performed. The company was established to finance the purchase of mortgages and real estate from North West Trust Company and Heritage Savings and Trust Company, the operations of which were acquired by North West Trust Company. The main obligations of the company that are covered by the indemnity consist of notes payable to North West Trust Company in the amount of \$78,087,000 at March 31, 1990 (1989 \$80,854,000), and a commitment to purchase up to an additional \$30,855,000 (1989 \$36,254,000) of certain assets of North West Trust Company, subject to the consent of the Province.

The Province has guaranteed that the contractual obligations of Rocky Mountain Life Insurance Company to the Company's policy holders will be met. At December 31, 1989 the excess of liabilities, excluding amounts due to the Province, over assets of Rocky Mountain Life Insurance Company was \$17,810,000 (1988 \$25,207,000). To March 31, 1990, \$34,530,000 had been paid under this guarantee (1989 \$28,417,000) and charged to expenditure - valuation adjustments.

The Province has agreed to indemnify the Alberta Hospital Association against loss under a plan to provide general liability insurance coverage to hospitals and nursing homes. The Province's obligation under the indemnity is limited to \$5 million in respect of any one occurrence. At March 31, 1990 the fund established for the Alberta Hospital Association liability protective plan had retained earnings of \$1,655,000 (1989 deficit of \$285,000).

Section 16(2) of the Alberta General Insurance Company Act provides that the Province guarantees that the contractual obligations of the Alberta General Insurance Company will be met. The Province has a contingent liability for future claims on the Alberta General Insurance Company as a result of insurance business transacted to October 31, 1984 when the Company ceased active business operations. At December 31, 1989 the Alberta General Insurance Company had a surplus of \$529,000 (1988 \$496,000).

Section 27(6) of the Public Trustee Act provides that the Province guarantees that the common fund together with the special reserve fund will be sufficient for the purpose of paying lawful claims that are payable out of the common fund. For the year ended March 31, 1990 the two funds earned \$2,125,000 in excess of distributions and administration costs (1989 \$2,570,000). At March 31, 1990 the total retained earnings of the two funds together amounted to \$21,987,000 (1989 \$19,862,000).

(c) Native Land and Mineral Rights Claims

The Province has a contingent liability in respect of a statement of claim issued on February 19, 1982 and amended by Order of the Court dated October 22, 1987. The plaintiffs are the members of the Lubicon Lake Band and the Cree Community of Little Buffalo Lake. The defendants are the Province of Alberta and a number of oil companies. The plaintiffs claim entitlement to at least 92 square miles of land in Northwestern Alberta as a reserve. They are also claiming \$700,000,000 in lieu of royalties and revenues, \$100,000,000 for waste and destruction, \$50,000,000 for discrimination and denial of fundamental rights, or alternatively a reserve of 92 square miles including mines and minerals together with \$200,000,000 damages, and interest on all amounts.

The Province has a contingent liability in respect of statements of claim filed by eight Metis Settlement Associations on February 5, 1974 and July 6, 1977 which were amended on June 13, 1989. The plaintiffs claim entitlement to all money accrued or hereafter accruing from the sale, lease or rental of the petroleum and natural gas rights from the lands set aside for the various Metis Settlement Associations. The plaintiffs are claiming \$210,000,000 (1989 \$210,000,000). These actions have been stayed pursuant to section 50 of the Metis Settlements Accord Implementation Act which was proclaimed on November 1, 1990. This Act implements the Alberta-Metis Settlements Accord signed on July 1, 1989 which provides that \$310,000,000 is to be paid from the General Revenue Fund at \$30,000,000 a year for seven years beginning April 1, 1990, followed by ten annual payments of \$10,000,000 beginning April 1, 1997. Certain matching payments will also be required to be made to settlement councils under the Act between 1997 and 2007.

The Province also has a contingent liability in respect of four other native land or mineral rights claims in which the amounts claimed are unspecified.

The resulting loss, if any, from these claims cannot be determined.

(d) Other Claims

At March 31, 1990 the Province was named as defendant in various legal actions in addition to those noted above. The total claimed in specific legal actions amounts to approximately \$400,302,000 (1989 \$390,193,000). Potential claims amount to approximately \$5,933,000 (1989 \$821,000).

The resulting loss, if any, from these claims and potential claims cannot be determined.

(e) Other Contingencies

The Province has a contingent loss in respect of interest free advances amounting to \$80,942,000 at March 31, 1990 (1989 \$80,942,000) made to Syncrude Canada Limited in support of basic engineering and planning for the Syncrude expansion project. The advances are repayable only in the event that the expansion project proceeds, the probability of which is not determinable. A provision for loss of \$20,942,000 was charged to expenditure - valuation adjustments during the year ended March 31, 1990 (1989 \$Nil). The advances will be written off if the project does not proceed.

The Province has a contingent liability to return to Indian Bands its share of oil export tax relating to the period October 1, 1973 to March 31, 1974 in respect of oil production from Indian lands. The Province is committed to return its share of oil export tax, which amounts to approximately \$4,650,000, if the federal government makes a similar decision in respect of its share.

Note 5 Comparison of Planned and Actual Results

A comparison of budgeted and actual net expenditure (revenue) is as follows:

	1990		1989	
	Budget	Actual	Budget	Actual
General Revenue Fund	\$1,492,917,000	\$2,243,787,000	\$ 667,789,000	\$1,782,551,000
Alberta Capital Fund	259,363,000	283,223,000	270,399,000	248,435,000
Alberta Heritage Savings Trust Fund	141,238,000	133,700,000	162,233,000	155,010,000
	<u>\$1,893,518,000</u>	<u>2,660,710,000</u>	<u>\$1,100,421,000</u>	<u>2,185,996,000</u>
Lottery Fund		(236,951,000)		—
Other regulated funds		(51,577,000)		(34,267,000)
Provincial agencies		(35,661,000)		(77,481,000)
Commercial enterprises		2,877,000		(58,800,000)
Consolidated net expenditure		<u>\$2,339,398,000</u>		<u>\$2,015,448,000</u>

The budgeted and actual figures are before elimination of inter-entity transactions but after adjustments necessary to bring the reporting entities to the same basis of accounting as described in Note 1(c).

Note 6 Fiscal Stabilization

During 1987-88, the Province applied to the federal government for a fiscal stabilization payment of \$539,289,000 under provisions of the Federal-Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act. The application was based on the amount by which 1985-86 revenue subject to stabilization exceeded 1986-87 revenue subject to stabilization, after adjusting for changes in rates or structures of taxes and other revenues. The federal legislation provides for the determination by the Minister of Finance of Canada of the amount that will be paid to the Province. No accrual for fiscal stabilization was made in the 1987-88 or prior fiscal years. An interim payment of \$75,000,000 was accrued at March 31, 1989. No amount was accrued in 1989-90. On December 21, 1990, the federal government made a second payment of \$148,545,000. Approximately \$195 million of the original application will be settled by arbitration, while the balance of approximately \$121 million will not be pursued further.

Note 7 Subsequent Events**(a) Debt Issues**

Subsequent to the year end, the Province issued approximately \$733,500,000 of Alberta Capital Bonds (1990), \$800,000,000 of United States dollar mid-term notes, \$168,395,000 of twenty year debentures and \$500,000,000 of five year bonds to finance capital construction projects, and for general operations.

(b) Sale of Assets

In July 1990, the Legislature passed the Alberta Government Telephones Reorganization Act. The Act authorizes the holding company (TELUS) to issue common shares to the public. Under the reorganization TELUS acquired all of the assets of the Alberta Government Telephones Commission (Commission) and the Province acquired common shares of TELUS in exchange for the Commission's retained earnings and certain long-term debt held by the Province prior to the reorganization. In September 1990, the Province filed a prospectus with the securities commissions in Canada offering to sell up to 60% of its holdings of TELUS common shares to the public. As part of the sale, the Province agreed to provide an option to TELUS to sell all of its interests in NovAtel to the Province on or before December 31, 1991 at a price and according to terms defined in the prospectus. The sale of TELUS common shares was completed in October 1990. Proceeds from the sale amounted to approximately \$896 million. On December 31, 1990 TELUS exercised its option to sell all of its interests in NovAtel to the Province,

and the Alberta Government Telephones Commission repurchased NovAtel for \$159,400,000 effective as of that date.

In August 1990, Alberta Mortgage and Housing Corporation completed the sale of the Corporation's single family mortgage portfolio. Proceeds from the sale amounted to approximately \$607 million. The Corporation will guarantee any loss, expense or liability incurred by the purchasers due to defaults occurring before January 2, 1998. In November 1990, the Corporation completed a further sale of mortgages on non-profit and special purpose housing. The proceeds from this additional sale amounted to approximately \$126 million.

Note 8 Trust Funds Under Administration

Trust funds under administration are regulated funds consisting of public money over which the Legislature has no power of appropriation. Trust fund balances are determined in accordance with generally accepted accounting principles followed by various trust agencies in Canada. Because the Province has no equity in the funds and administers them for the purposes of various trusts, they are not included in the consolidated financial statements.

At March 31, 1990, trust funds under administration were as follows:

	<u>1990</u>	<u>1989</u>
The Alberta Government Telephones		
Employees' Pension and Death Benefit		
Fund and Group Life Insurance		
Trust Account	\$1,024,511,000	\$ 908,060,000
Teachers' Retirement Fund	515,613,000	476,315,000
Public Trustee	233,671,000	224,806,000
Improvement Districts' Trust		
Account	162,458,000	161,780,000
Special Areas Trust Account	55,253,000	52,383,000
Various Courts and Sheriffs'		
Offices	42,156,000	28,671,000
Hospitals and Nursing Homes		
Construction Accounts	34,347,000	24,986,000
General Trust Account	23,824,000	25,422,000
Miscellaneous trust funds	90,028,000	57,020,000
	<u>\$2,181,861,000</u>	<u>\$1,959,443,000</u>

Note 9 Comparative Figures

The 1989 figures have been restated where necessary to conform to 1990 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by the Deputy Provincial Treasurer - Management and Control and the Controller.

PROVINCE OF ALBERTA
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1990

Schedule 1.1

CASH AND MARKETABLE SECURITIES

	In thousands			
	1990		1989	
	Book Value	Market Value	Book Value	Market Value
Bonds:				
Government of Canada, direct and guaranteed	\$ 230,206	\$ 223,727	\$ 118,453	\$ 116,753
Provincial, direct and guaranteed	68,083	66,296	47,265	46,326
Board of Governors of the University of Alberta	4,762	4,511	4,851	4,571
Municipalities, school and hospital boards	2,842	2,531	3,018	2,523
Corporate	39,744	37,682	1,701	1,618
Bond coupons and residuals:				
Government of Canada, direct	61,750	59,637	53,286	52,279
Mortgages	9,476	9,008	—	—
Mid-term money market securities:				
Certificates of deposit and guaranteed investment certificates	125,171	121,076	59,502	58,713
Promissory notes	91,744	89,310	28,454	27,977
Bankers' acceptances	55,194	53,324	25,244	25,274
Common shares	10,430	9,452	10,430	10,308
	<u>699,402</u>	<u>676,554</u>	<u>352,204</u>	<u>346,342</u>
Short-term money market securities (a):				
Treasury bills	1,253,568	1,253,568	1,655,991	1,655,991
Bankers' acceptances	482,459	482,459	515,602	515,602
Promissory notes	114,091	114,091	227,033	227,033
Bearer deposit notes	65,569	65,569	219,973	219,973
Certificates of deposit and guaranteed investment certificates	26,293	26,293	54,893	54,893
Fully hedged deposit receipts	16,551	16,551	95,637	95,637
Pooled cash fund units	4,689	4,689	29,791	29,791
	<u>1,963,220</u>	<u>1,963,220</u>	<u>2,798,920</u>	<u>2,798,920</u>
Cash and cash equivalents (b)(c)	<u>1,022,451</u>	<u>1,022,451</u>	<u>941,279</u>	<u>941,279</u>
	<u>\$3,685,073</u>	<u>\$3,662,225</u>	<u>\$4,092,403</u>	<u>\$4,086,541</u>

- (a) The market value of short-term money market securities is estimated to approximate cost.
- (b) Not adjusted for cheques issued from imprest accounts at the end of March in respect of April social allowance entitlements amounting to \$50,015,000 (1989 \$49,700,000).
- (c) Includes the net realizable value of the Crown's royalty share of oil in pipelines at the year-end amounting to \$90,170,000 (1989 \$73,253,000).

Schedule 1.2

PORTFOLIO INVESTMENTS

	In thousands			
	1990		1989	
	Book Value	Market Value	Book Value	Market Value
Bonds:				
Government of Canada, direct and guaranteed	\$ 1,425,538	\$ 1,367,254	\$ 1,518,833	\$ 1,528,348
Provincial, direct and guaranteed	1,656,811	1,619,871	1,722,863	1,759,482
Municipal	32,221	30,037	26,644	25,452
Corporate	277,742	265,766	201,651	200,737
Corporate, convertible	154,798	154,803	174,138	173,833
Bond coupons and residuals:				
Government of Canada, direct	332,740	275,428	314,851	278,486
Mortgages	377,434	366,191	301,912	296,333
Mid-term money market securities:				
Certificates of deposit and guaranteed investment certificates	132,571	135,396	80,950	79,715
Promissory notes	56,577	55,380	68,977	67,611
Bankers' acceptances	1,979	1,912	1,468	1,449
Deferred unamortized realized gains and losses	(48,740)	—	(50,635)	—
	<u>4,399,671</u>	<u>4,272,038</u>	<u>4,361,652</u>	<u>4,411,446</u>
Common shares, preferred shares, warrants and pooled equity trust units	1,496,070	2,043,943	1,349,500	1,829,629
Real estate	137,166	137,166	102,369	102,369
	<u>\$6,032,907</u>	<u>\$6,453,147</u>	<u>\$5,813,521</u>	<u>\$6,343,444</u>

Schedule 1.3

LONG-TERM INVESTMENTS

	In thousands	
	1990	1989
Corporate debentures:		
Vencap Equities Alberta Ltd., participating debenture	\$ 199,994	\$ 199,995
Ridley Grain Ltd., participating first mortgage bonds	133,976	133,976
Millar Western Pulp Ltd., participating debenture	120,000	120,000
Preferred shares:		
Smoky River Coal Ltd.	4,300	—
Native Venture Capital Co. Ltd., Class A	3,960	3,960
Alberta Genetics Inc., Class X	3,500	3,500
EDO (Canada) Limited	2,724	436
Pyramet Industries Ltd., Class X	500	500
D & S Knowledge Systems Inc., Class G	234	234
New Noble Services Ltd., Class A	208	211
Central Consolidated Holdings Ltd., Class X	150	150
Peigancraft Ltd., Class C	75	—
Grande Cache Forest Products Ltd., Class A	—	4,500
Myrias Research Corporation	—	1,578
Nanton Spring Water Company Ltd., Class C	—	800
Ringo Manufacturing Ltd., Class X	—	375
Common shares:		
Alberta Energy Company Ltd.	159,263	117,346
EDO (Canada) Limited	2,300	2,300
Global Thermoelectric Power Systems Ltd.	918	3,672
Native Venture Capital Co. Ltd., Class B	30	30
Native Venture Capital Co. Ltd., Class A	10	10
Chembioned Ltd.	—	11,269
Tomotechnology Inc., Class A	—	625
Venture equity:		
Participation in Syncrude Project	518,805	511,947
Participation in Lloydminster Bi-provincial Upgrader Project	29,763	2,417
Participation in OSLO Oil Sands Project	3,990	—
	<u>\$1,184,700</u>	<u>\$1,119,831</u>

EQUITY IN COMMERCIAL ENTERPRISES

	Alberta Intermodal Services Ltd.	Alberta Liquor Control Board	Alberta Terminals Ltd.	Alberta Terminals Canola Crushers Ltd.	Credit Union Deposit Guarantee Corporation	S C Financial Ltd.	In thousands S C Properties Ltd.	The Alberta General Insurance Company	The Alberta Government Telephones Commission	The Workers' Compensation Board
Adjusted net assets (deficiency) at beginning of year	\$29,475	\$ 166,918	\$22,413	\$ 7,864	\$ —	\$ —	\$ —	\$496	\$ 178,574	\$(366,779)
Total revenue	16,646	1,008,849	4,668	49,275(b)	38,372(c)	48,778(d)	77,951	59	1,171,274	541,189(g)
Total expenditure	14,892	1,014,888(a)	4,486	46,950	13,512	48,778	223,854	26	1,120,706(f)	478,400
Net revenue (expenditure)	1,754	(6,039)	182	2,325	24,860	—	(145,903)(e)	33	50,568	62,789
Issues (redemption) of capital stock	—	—	—	1,000	—	1	1	—	—	—
Adjusted net assets (deficiency) at end of year	\$31,229	\$ 160,879	\$22,595	\$11,189	\$24,860	\$ 1	\$(145,902)	\$529	\$ 229,142	\$(303,990)
Represented by Assets:										
Cash and marketable securities	\$14,027	\$ 11,783	\$ 7,870	\$ 3,386	\$22,821	\$ 243	\$ 9,073	\$517	\$ 5,358	\$ 35,978
Accounts receivable	2,175	1,339	5,389	3,678	631	96	4,195	16	251,172	55,279
Inventories	—	51,123	628	8,375	—	—	—	—	22,669	—
Investments	—	—	—	—	7,705	49,499	—	—	116,969	1,479,728
Loans	—	—	—	—	—	—	9,941	—	—	—
Fixed assets	15,339	120,436	11,593	7,383	351	—	114,129	—	2,385,828	16,627
Other assets	1,005	1,964	818	183	—	1	200	1	34,602	39,849
Total assets	32,546	186,645	26,298	23,005	31,508	49,839	137,538	534	2,816,598	1,627,461
Liabilities:										
Accounts payable	1,297	25,766	432	11,816	6,523	9,348	18,600	5	530,189	1,898,504
Unearned revenue	20	—	3,271	—	125	—	615	—	174,392	32,947
Unmatured debt	—	—	—	—	—	40,490	264,225	—	1,882,875	—
Total liabilities	1,317	25,766	3,703	11,816	6,648	49,838	283,440	5	2,587,456	1,931,451
Adjusted net assets (deficiency) at end of year	31,229	160,879	22,595	11,189	24,860	1	(145,902)	529	229,142	(303,990)
Add: Investments by consolidated entities:										
Common shares	—	—	—	—	—	1	1	—	—	—
Bonds, debentures and mid-term deposits	—	—	—	—	—	—	—	—	1,424,413	—
Loans and advances	—	—	—	—	6,000	9,348	27	—	289,381	—
	31,229	160,879	22,595	11,189	30,860	9,350	(145,874)	529	1,942,936	(303,990)
Less: Net investment of commercial enterprises in debt of consolidated entities	—	—	—	—	9,377	—	—	—	6,925	42,397
Total - 1990	\$31,229	\$160,879	\$22,595	\$11,189	\$21,483	\$ 9,350	\$(145,874)	\$529	\$1,936,011	\$(346,387)
Total - 1989	\$29,475	\$166,918	\$22,413	\$ 7,864	\$ —	\$ —	\$ —	\$496	\$1,638,861	\$(390,476)

(a) Includes net profit transfers of \$383,000,000 (1989 \$374,000,000) to the General Revenue Fund.

(b) Includes transfers from the General Revenue Fund totalling \$6,900,000 (1989 \$Nil).

(c) Includes equity at beginning of year totalling \$22,840,000.

(d) Includes transfers from the General Revenue Fund totalling \$43,922,000 (1989 \$Nil).

(e) Includes transfers from the General Revenue Fund totalling \$34,535,000 (1989 \$Nil) and deficit at beginning of year totalling \$148,694,000.

(f) Includes interest payments of approximately \$149,936,000 (1989 \$138,238,000) to the Alberta Heritage Savings Trust Fund.

(g) Includes transfers from the General Revenue Fund of \$13,799,000 (1989 \$14,429,000) to cover payment of legislative increase for pre-1974 pensions.

(h) At March 31, 1990 the Treasury Branches Deposits Fund had a potential liability under guarantees and letters of credit amounting to \$145,033,000 (1989 \$417,467,000).

PROVINCE OF ALBERTA

Schedule 1.4

Treasury Branches Deposits Fund	391760 Alberta Ltd.	413553 Alberta Ltd.	Total	
			1990	1989
\$(149,365)	\$70,001	\$ —	\$ (40,403)	\$ (182,086)
842,767	21,646	—	3,821,474	3,301,765
833,621	19,004	—	3,819,117	3,258,000
9,146	2,642	—	2,357	43,765
—	(24,000)	50	(22,948)	97,918
\$ (140,219)(h)	\$48,643	\$ 50	\$ (60,994)	\$ (40,403)
\$ 685,294	\$23,256	\$ 50	\$ 819,656	\$ 1,303,339
—	1,948	—	325,918	283,374
—	—	—	82,795	66,732
365,067	10,399	—	2,029,367	1,400,838
5,626,534	8,101	—	5,644,576	5,487,294
59,263	18,385	—	2,749,334	2,410,924
135,671	—	—	214,294	181,866
6,871,829	62,089	50	11,865,940	11,134,367
7,012,048	13,446	—	9,527,974	9,235,924
—	—	—	211,370	155,333
—	—	—	2,187,590	1,783,513
7,012,048	13,446	—	11,926,934	11,174,770
(140,219)	48,643	50	(60,994)	(40,403)
—	—	—	2	—
50,000	—	—	1,474,413	1,233,490
—	—	—	304,756	282,090
(90,219)	48,643	50	1,718,177	1,475,177
—	—	—	58,699	33,703
\$ (90,219)	\$48,643	\$ 50	\$1,659,478	
\$ (104,078)	\$70,001	\$ —		\$1,441,474

LOANS AND ADVANCES

	In thousands	
	1990	1989
Loans and advances made under the authority of:		
Alberta Municipal Financing Corporation Act	\$ 5,205,272	\$ 5,030,783
Farm Credit Stability Fund Act	1,829,983	1,483,335
Alberta Mortgage and Housing Corporation Act	1,805,485	1,962,254
Agricultural Development Act	933,849	922,816
Small Business Term Assistance Fund Act	285,444	374,338
Financial Administration Act	166,308	148,398
Alberta Opportunity Fund Act	149,779	143,837
Rural Electrification Revolving Fund Act and		
Rural Electrification Long Term Financing Act	67,228	64,005
Municipal Land Loans Act	8,836	10,036
Motion Picture Development Act	4,382	2,911
Cemeteries Act	85	85
Students Finance Act	35	44
Public Trustee Act	24	24
Credit Union Act	—	201,331
Miscellaneous	7	7
	<u>10,456,717</u>	<u>10,344,204</u>
Implemented guarantees made under the authority of:		
Students Finance Act	23,281	21,140
Financial Administration Act	12,582	—
Agricultural Development Act	4,729	6,705
Department of Agriculture Act	2,233	2,422
Co-operative Marketing Associations and		
Rural Utilities Guarantee Act	1,430	1,432
Feeder Associations Guarantee Act	239	239
Small Business Term Assistance Fund Act	189	304
Agricultural Societies Act	138	150
Farm Credit Stability Fund Act	105	201
	<u>44,926</u>	<u>32,593</u>
Judgement debts	573	589
	<u>10,502,216</u>	<u>10,377,386</u>
Less: Allowance for doubtful loans, advances,		
implemented guarantees and judgement debts	565,989	693,723
	<u>\$ 9,936,227</u>	<u>\$ 9,683,663</u>

PROVINCE OF ALBERTA

Schedule 1.6

UNMATURED DEBT

	Gross Debt	In thousands Less			Net Debt	
		Sinking Funds Net	Debt held by Consolidated Entities	Net Debt applied to reduce Equity in Commercial Enterprises	1990	1989
	(a)	(b)				
Debt Issued by:						
General Revenue Fund	\$ 8,169,727	\$ 230,054	\$ 561,453	\$ 2,805	\$ 7,375,415	\$ 5,639,401
Alberta Municipal Financing Corporation	5,618,128	940,061	711,402	10,700	3,955,965	3,826,137
Farm Credit Stability Fund	1,852,075	—	686,127	—	1,165,948	1,157,645
Alberta Capital Fund	949,855	—	34,975	—	914,880	696,823
Small Business Term Assistance Fund	290,825	—	16,860	—	273,965	273,277
Alberta Provincial Corporation Loan Fund	301,248	—	30,995	—	270,253	242,036
Alberta Mortgage and Housing Corporation	3,035,167	—	2,926,956	—	108,211	108,896
Alberta Resources Railway Corporation	78,440	62,508	53,440	—	(37,508)	(29,389)
Alberta Agricultural Development Corporation	999,188	—	999,188	—	—	—
Alberta Opportunity Company	156,693	—	156,693	—	—	—
	<u>\$21,451,346</u>	<u>\$1,232,623</u>	<u>\$6,178,089</u>	<u>\$13,505</u>	<u>\$14,027,129</u>	<u>\$11,914,826</u>

(a) Includes provision for exchange on debt payable in foreign currency funds and deferred unamortized exchange gains and losses.

(b) Includes deferred unamortized realized gains \$1,582,000 (1989 \$2,077,000) and adjustments for inter fund holdings \$82,587,000 (1989 \$81,946,000).

Province of Alberta debt bears interest rates from 5.75% to 15.75% with maturity dates from April 2, 1990 to December 1, 2009.

Debt principal repayment requirements in each of the next five years are as follows:

1990-91	\$2,563,939,000	(includes U.S. \$408,223,000 fully hedged)
1991-92	1,849,378,000	(includes U.S. \$750,000,000 fully hedged)
1992-93	1,217,051,000	
1993-94	937,209,000	(includes U.S. \$500,000,000 unhedged)
1994-95	1,447,321,000	(includes U.S. \$400,000,000 fully hedged)

Schedule 1.7

RESTRICTED PROFITS AND EQUITY

	In thousands	
	1990	1989
Profits and equity restricted by:		
Pension Fund Act:		
Equity (a)	\$5,038,261	\$4,462,724
Alberta Municipal Financing Corporation Act:		
Profits (b)	728,194	661,251
Equity (c)	20	20
Financial Administration Act:		
Equity (d)	27,742	19,083
	<u>\$5,794,217</u>	<u>\$5,143,078</u>

(a) Represents partial funding of obligations under the Local Authorities Pension Plan Act, Members of the Legislative Assembly Pension Plan Act, Public Service Management Pension Plan Act, Public Service Pension Plan Act, Special Forces Pension Plan Act and Universities Academic Pension Plan Act. Details of the most recent actuarial valuations of the total obligation of the Province under the six pension plans are provided in Note 2.

(b) Refers to a portion of Alberta Municipal Financing Corporation's shareholders' equity which is excluded from net assets of the Province. Under the Alberta Municipal Financing Corporation Act, the Alberta Municipal Financing Corporation has "the power to pay from time to time, as a rebate of interest, any profits of the corporation to shareholders of the corporation that have borrowed moneys from the corporation or sold debentures of their own issue to the corporation, proportionately as such shareholders made use of the facilities of the corporation over the period in which any such profits were derived".

(c) Represents the cost of common shares held by municipalities, counties, cities, towns, school districts and divisions and hospital boards.

(d) Represents partial funding of obligations under the Provincial Judges and Masters in Chambers Pension Plan Regulation and the Long Term Disability Income Continuance Plan Regulation.

Schedule 1.8

REVENUE

	In thousands	
	1990	1989
Taxes:		
Personal income tax	\$ 2,535,664	\$ 2,039,011
Corporate income tax	648,389	597,568
Fuel tax	286,150	309,737
Tobacco tax	235,290	212,216
Other	213,985	256,337
	<u>3,919,478</u>	<u>3,414,869</u>
Non-Renewable Resource Revenue:		
Royalties, rentals and fees, bonuses and sales of Crown leases	2,595,382	2,482,145
Royalty tax credit	(355,414)	(397,398)
	<u>2,239,968</u>	<u>2,084,747</u>
Investment Income	<u>1,890,674</u>	<u>1,833,572</u>
Payments from Government of Canada:		
Canada assistance plan	513,790	483,062
Hospital insurance	445,876	495,756
Post-secondary education	251,922	285,380
Health care insurance	153,420	170,584
Utility companies income tax transfers	140,939	196,776
Extended health care	124,229	117,462
Crop insurance and reinsurance	114,319	100,072
Other	142,058	231,073
	<u>1,886,553</u>	<u>2,080,165</u>
Fees, Permits and Licences	<u>719,769</u>	<u>650,808</u>
Net Profits from Commercial Operations	<u>391,194</u>	<u>433,989</u>
Other		
Interprovincial Lottery Act transfers	313,111	30,473
Miscellaneous	758,000	698,909
	<u>1,071,111</u>	<u>729,382</u>
	<u>\$12,118,747</u>	<u>\$11,227,532</u>

Schedule 1.9

EXPENDITURE BY OBJECT

	In thousands	
	1990	1989
Grants to individuals, business and other levels of government	\$ 9,162,920	\$ 8,627,169
Interest	1,470,242	1,164,911
Salaries, wages, employment contracts and benefits	1,460,187	1,378,056
Services	1,412,456	1,330,477
Materials and supplies	279,281	267,386
Valuation adjustments	272,739	102,810
Fixed assets	184,581	188,418
Travel and communication	150,109	156,565
Other expenses	65,630	27,188
	<u>\$14,458,145</u>	<u>\$13,242,980</u>

OPERATING AND CAPITAL EXPENDITURE BY MAJOR FUNCTION

	In thousands Expenditure		
	Operating	Capital	Total
Health:			
1990	\$ 3,417,537	\$ 184,028	\$ 3,601,565
1989	3,134,766	194,004	3,328,770
Education:			
1990	2,615,166	206,188	2,821,354
1989	2,481,412	229,265	2,710,677
Resource Conservation and Economic Development:			
1990	1,486,396	203,099	1,689,495
1989	1,351,915	201,788	1,553,703
Social Services:			
1990	1,496,268	5,449	1,501,717
1989	1,428,552	5,194	1,433,746
Transportation and Utilities:			
1990	406,808	636,812	1,043,620
1989	521,329	628,216	1,149,545
Regional Planning and Development:			
1990	820,461	19,247	839,708
1989	813,545	27,978	841,523
Protection of Persons and Property:			
1990	558,533	4,431	562,964
1989	448,951	7,252	456,203
Recreation and Culture:			
1990	236,408	40,620	277,028
1989	154,630	35,873	190,503
Environment:			
1990	94,153	171,975	266,128
1989	86,081	137,263	223,344
Housing:			
1990	119,700	34,653	154,353
1989	87,231	21,862	109,093
General Government:			
1990	1,286,591	140,883	1,427,474
1989	994,263	148,800	1,143,063
Valuation Adjustments:			
1990	272,739	—	272,739
1989	102,810	—	102,810
Total Expenditure:			
1990	\$12,810,760	\$1,647,385	\$14,458,145
1989	\$11,605,485	\$1,637,495	\$13,242,980

Schedule 1.11

DEBENTURE AND LOAN GUARANTEES

	In thousands	
	1990	1989
Debentures:		
AEC Power Limited	\$ 186,383	\$ 202,353
Vencap Equities Alberta Ltd.	40,000	40,000
Chembiomed Ltd.	12,500	12,500
	<u>238,883</u>	<u>254,853</u>
Bank and Credit Union Loans:		
Farm Credit Stability Fund Act	744,958	465,019
Weldwood of Canada Limited	237,796	133,440
Small Business Term Assistance Fund Act	196,668	201,753
Alberta Newsprint Funding Corporation	125,190	—
Students Loan Guarantee Act	124,179	118,818
Magnesium Company of Canada Ltd.	96,400	22,000
Slave Lake Pulp Partnership	58,000	—
Gainers Properties Inc.	57,346	58,872
Agricultural Development Act	49,053	51,981
354713 Alberta Ltd.	30,000	30,000
Alberta family first home program	17,169	—
Agricultural Societies Act	15,603	17,356
Export program	15,582	20,692
Lakeside Centennial Corporation	15,000	15,000
Northern Steel Inc.	14,527	3,005
Fletcher's Fine Foods Ltd.	12,872	12,953
397706 Alberta Ltd.	12,000	—
Feeder associations	9,294	6,492
Gainers Inc.	7,122	—
Peace River Fertilizer Inc.	6,413	6,000
Special Waste Management Corporation Act	5,170	5,878
Sunpine Forest Products Ltd.	4,465	5,100
Alert Disaster Control Inc.	4,450	4,452
Sprung Instant Structures Ltd.	3,000	3,000
Centre for Frontier Engineering Research	2,893	—
Ski Kananaskis Inc.	2,567	2,242
Alberta Whitewood Industries Ltd.	2,295	—
Ribbon Creek Alpine Village	2,259	1,750
Agra Industries Ltd.	2,000	—
Alberta capital loan program	1,834	—
Stampeder Football Club Ltd.	1,500	1,472
Rural utilities loans	1,480	1,623
Alberta Opportunity Fund Act	1,163	786
Edmonton Space Sciences Foundation	1,103	1,150
Atlas Lumber (Alberta) Ltd.	954	1,027
Canadian Professional Munitions Ltd.	800	792
Peat Marwick Thorne Inc.	800	—
Small grain dealers program	560	5,280
Department of Culture and Multiculturalism Act	517	1,311
Farm implement dealers program	469	576
Tycor International Inc.	300	—
Regional Planning Commissions	131	164
Irrigation Act	84	24
Pine Creek Marine Ltd.	30	29
Intera Radar Service Inc.	—	10,000
General Systems Research Inc.	—	8,167
Smoky River Coal Limited	—	3,500
Norstar Recreation Products Ltd.	—	960
	<u>1,885,996</u>	<u>1,222,664</u>
Federal Loans:		
Agricultural Societies Act	15,203	15,805
Federal-provincial employment loans program	1,505	1,932
	<u>16,708</u>	<u>17,737</u>
Mortgage Loans:		
University of Alberta	2,539	2,591
University of Lethbridge	2,165	2,179
University of Calgary	1,721	1,752
Banff Centre for Continuing Education	1,644	1,646
	<u>8,069</u>	<u>8,168</u>
	<u>\$2,149,656</u>	<u>\$1,503,422</u>

SECTION 2

1989-90 PUBLIC ACCOUNTS

GENERAL REVENUE FUND - FINANCIAL STATEMENTS

Contents:

Statement No.		Page
	Introduction	2.2
	Report of the Auditor General	2.3
2.1	Statement of Reported Assets, Liabilities and Net Debt	2.4
2.2	Statement of Budgetary Revenue and Expenditure	2.5
2.3	Statement of Changes in Financial Position	2.6
	Notes to the Financial Statements	2.7
	Schedules to the Financial Statements	2.12

Schedule No.

2.1	Cash and Marketable Securities	2.12
2.2	Accounts Receivable	2.12
2.3	Long-term Investments	2.13
2.4	Loans and Advances to Government Entities	2.14
2.5	Other Loans and Advances	2.14
2.6	Accounts and Loans Payable	2.15
2.7	Unearned Revenue and Suspense	2.15
2.8	Unmatured Debt	2.16
2.9	Provincial Sinking Fund	2.17
2.10	Budgetary Revenue	2.18
2.11	Budgetary Expenditure by Department	2.19
2.12	Operating and Capital Expenditure	2.20
2.13	Expenditure by Program and Object	2.25
2.14	Details of Expenditure by Object	2.30
2.15	Budgetary Expenditure - Valuation Adjustments	2.34
2.16	Net Transfer to the Pension Fund	2.34
2.17	Guaranteed Liabilities of Government Entities	2.35
2.18	Other Debenture and Loan Guarantees	2.36

GENERAL REVENUE FUND - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1990

Introduction:

Section 19(1) of the Financial Administration Act provides that "There shall be one General Revenue Fund to be appropriated to the public service of Alberta into which all public money shall be paid except

- (a) money over which the Legislature has no power of appropriation, and
- (b) money that is otherwise specially disposed of by this or any other Act".

Public money over which the Legislature has no power of appropriation is money paid in trust to the Province to be used for the purposes prescribed by the payer or settlor. Money otherwise specially disposed of by legislation represents fees or other revenues directed by legislation to be paid into a regulated fund to be used for special purposes. All other public money is paid into the General Revenue Fund.

Expenditures are made from the General Revenue Fund on the authority of supply votes approved by the Legislature, including special warrants ordered by the Lieutenant Governor in Council which are deemed to be supply votes. These expenditures are reported in the General Revenue Fund financial statements as budgetary expenditure - voted appropriations.

Certain types of expenditure from the General Revenue Fund are made on the authority of legislation directing that the expenditures may be made without annual appropriation. These are disclosed in the General Revenue Fund financial statements as budgetary expenditure - statutory appropriations.

Expenditures may also be made from the General Revenue Fund on the authority of legislation directing the transfer of revenue to another fund. These are shown in the financial statements as a reduction of budgetary revenue.

The term "Budgetary" is used to describe revenue or expenditure that affects General Revenue Fund "Net Debt". Non-budgetary transactions affect financial claims or liabilities recorded in the General Revenue Fund Statement of Reported Assets, Liabilities and Net Debt but do not change the "Net Debt" or deficit position.

GENERAL REVENUE FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Statement of Reported Assets, Liabilities and Net Debt
Statement of Budgetary Revenue and Expenditure
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedules to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of reported assets, liabilities and net debt of the General Revenue Fund of the Province of Alberta as at March 31, 1990 and the statements of budgetary revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the General Revenue Fund of the Province of Alberta as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
October 5, 1990, except as to
Notes 5(c), 6 and 7 which are
as of January 15, 1991.

Statement No. 2.1

GENERAL REVENUE FUND
STATEMENT OF REPORTED ASSETS,
LIABILITIES AND NET DEBT
MARCH 31, 1990

Schedule No.		In thousands	
		1990	1989
	ASSETS		
2.1	Cash and marketable securities	\$ 94,690	\$ 127,317
2.2	Accounts receivable	473,630	565,231
2.3	Long-term investments	120,950	153,905
2.4	Loans and advances to government entities	401,457	353,923
2.5	Other loans and advances	96,620	138,635
		<u>\$1,187,347</u>	<u>\$1,339,011</u>
	LIABILITIES AND NET DEBT		
	Liabilities:		
2.6	Accounts and loans payable	\$ 894,893	\$ 788,686
2.7	Unearned revenue and suspense	27,521	28,341
2.8	Unmatured debt	7,937,663	5,871,092
		<u>8,860,077</u>	<u>6,688,119</u>
	Net Debt:		
	Net debt at beginning of year	5,349,108	3,566,557
	Budgetary deficit - Statement No. 2.2	2,323,622	1,782,551
	Net debt at end of year	<u>7,672,730</u>	<u>5,349,108</u>
		<u>\$1,187,347</u>	<u>\$1,339,011</u>

The accompanying notes are part
of these financial statements.

GENERAL REVENUE FUND
STATEMENT OF BUDGETARY REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	In thousands		1989
	1990		
	Budget	Actual	Actual
Budgetary revenue:			
General revenue:			
Taxes	\$ 3,678,000	\$ 3,867,348	\$ 3,315,250
Non-renewable resource revenue	2,612,000	2,239,027	2,076,038
Payments from Government of Canada	1,686,000	1,474,709	1,611,172
Transfers from government enterprises	407,000	397,488	385,621
Fees, permits and licences	289,000	278,502	263,018
Other revenue	189,000	218,528	202,947
	<u>8,861,000</u>	<u>8,475,602</u>	<u>7,854,046</u>
Heritage Fund investment income	1,320,000	1,244,438	1,252,219
	<u>10,181,000</u>	<u>9,720,040</u>	<u>9,106,265</u>
Budgetary expenditure:			
Health	2,997,619	3,024,635	2,747,768
Education	2,571,681	2,551,136	2,451,951
Social services	1,466,662	1,501,717	1,433,746
Resource conservation and economic development	992,394	1,094,250	930,295
Transportation and utilities	812,986	831,733	800,775
Protection of persons and property	442,983	554,513	448,895
Regional planning and development	267,712	264,930	239,953
Housing	292,341	232,992	201,534
Recreation and culture	151,245	150,489	155,465
Environment	125,857	128,726	123,564
General government	608,037	604,757	643,647
Debt servicing costs	825,000	880,713	575,594
	<u>11,554,517</u>	<u>11,820,591</u>	<u>10,753,187</u>
Valuation adjustments	119,400	223,071	135,629
	<u>11,673,917</u>	<u>12,043,662</u>	<u>10,888,816</u>
Budgetary deficit	<u>\$ 1,492,917</u>	<u>\$ 2,323,622</u>	<u>\$ 1,782,551</u>

GENERAL REVENUE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	In thousands	
	1990	1989
Operating transactions:		
Budgetary deficit	\$ 2,323,622	\$ 1,782,551
Add (deduct) non-cash items:		
Amortization of discount on investments and debt, net	(254,722)	(188,030)
Amortization of deferred realized gains and losses on sinking fund investments	(29)	20
Net gains (losses) on investments valued at equity	8,786	(1,935)
Amortization of deferred unrealized exchange gains and losses on debt payable in United States dollars	(16,038)	(16,024)
Provision for doubtful accounts and loans	(171,944)	(99,712)
Write-down of long-term investments	(34,475)	(19,510)
Increase (decrease) in receivables	(70,597)	83,271
Increase in payables	(66,966)	(35,056)
Decrease (increase) in unearned revenue and suspense	820	(2,935)
Cash applied to operating transactions	<u>1,718,457</u>	<u>1,502,640</u>
Investing transactions:		
Purchase of long-term investments	16,802	88,062
Loans and advances:		
Government entities	382,998	116,342
Other	116,684	110,403
Disposals, repayments and redemptions of long-term investments	(24,068)	(26,589)
Repayments of loans and advances:		
Government entities	(332,008)	(93,530)
Other	(11,215)	(13,958)
Cash applied to investing transactions	<u>149,193</u>	<u>180,730</u>
Financing transactions:		
Issue of:		
Debentures	(296,400)	(1,446,500)
Alberta Capital Bonds	(243,523)	(86,992)
Treasury bills	(2,522,324)	(2,535,219)
Promissory notes	(18,897,497)	(14,007,755)
Notes payable in United States dollars	(3,811,490)	(3,253,732)
Debt retirement:		
Redemption of:		
Debentures	—	12,500
Alberta Capital Bonds	173,477	304,840
Treasury bills	2,600,000	2,600,000
Promissory notes	18,298,991	14,096,736
Notes payable in United States dollars	2,845,343	2,684,653
Sinking fund	18,457	4,782
Deferred realized gains/losses on sinking fund investments	(57)	8
Advances from the Alberta Capital Fund	(342,529)	—
Repayment of advances from the Alberta Capital Fund	<u>342,529</u>	<u>—</u>
Cash provided by financing transactions	<u>(1,835,023)</u>	<u>(1,626,679)</u>
Decrease in cash and marketable securities	<u>32,627</u>	<u>56,691</u>
CASH AND MARKETABLE SECURITIES AT BEGINNING OF YEAR	<u>127,317</u>	<u>184,008</u>
CASH AND MARKETABLE SECURITIES AT END OF YEAR	<u>\$ 94,690</u>	<u>\$ 127,317</u>

GENERAL REVENUE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1990

Note 1 Authority

The General Revenue Fund operates under the authority of section 19 of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

These financial statements are prepared in accordance with the following accounting policies:

(a) Reporting entity

The reporting entity is the General Revenue Fund. Activities of Provincial agencies and regulated funds are reported only to the extent of advances made from or repaid to the General Revenue Fund, contributions from the General Revenue Fund to cover expenses or operating deficits and repayments of contributions in excess of current requirements. Financial claims of and on revolving funds are included in the General Revenue Fund statements and the net funds required to finance revolving fund operations have been charged to budgetary expenditure.

(b) Basis of financial reporting

Revenues

Net personal income taxes are reported on the basis of the cash received prior to the year end from the Government of Canada based on its estimate of the amount due to the Province under the terms of a tax collection agreement. Net corporate income taxes are collected by the Province and reported on a cash basis. Freehold mineral rights tax and non-renewable resource revenue from royalty consist of cash received in the year on account of the current and previous fiscal years and cash received in the three months following the year end relating to previous fiscal years. Other revenues are reported on an accrual basis.

Expenditures

Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs, including capital acquisitions, expenditures on capital programs and grants for capital purposes.

Pension costs in respect of defined benefit pension plans for provincial employees and Members of the Legislative Assembly comprise only the Province's contributions for services rendered during the fiscal year. No provision is made for additional expenditure to reflect the present value of accrued pension benefits determined by actuarial valuation.

No provision is made for accrued employee vacation entitlements, sick leave and long term disability benefits.

Reported assets and liabilities

Reported assets are limited to financial claims due to the General Revenue Fund and revolving funds as a result of events and transactions prior to March 31, 1990 except that net personal and corporate income taxes receivable are not reported.

Liabilities include all financial claims payable by the General Revenue Fund and revolving funds at March 31, 1990. No accrual is made for employee vacation entitlements, sick leave and long term disability benefits, amounts payable under the Alberta Income Tax Act or the Alberta Corporate Income Tax Act.

Marketable securities are valued at cost or market value, whichever is lower, on an aggregate basis.

Long-term investments are recorded at cost, except for investments in wholly owned Provincial corporations operated as commercial enterprises which are valued on an equity basis.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Sinking fund investments are carried at adjusted cost which includes deferred unamortized realized gains and losses. Realized gains and losses on disposals of sinking fund investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

Debentures included in unmatured debt are recorded at the face amount of the issue less unamortized discount, which includes issue expenses and hedging costs, and sinking fund assets where applicable. Promissory notes and Treasury bills are reported at issue principal less unamortized discount, where applicable. Debt denominated in United States dollars is translated at the exchange rate in effect at the reporting date. Exchange differences are deferred and amortized over the remaining term of the debt. Amounts deferred are included in unmatured debt.

Any exchange gain or loss relating to unmatured debt and accrued interest payable denominated in foreign currency that are fully hedged by forward exchange contracts is offset against the corresponding exchange loss or gain on the hedge.

As required by the Pension Fund Act, during the fiscal year contribution receipts and pension benefits and withdrawal payments are recorded initially in the General Revenue Fund and the excess of receipts is transferred subsequently to the Pension Fund. At the fiscal year end, an accrual is made for the amount due by or to the General Revenue Fund to or from the Pension Fund. Details of the net transfer to the Pension Fund for the year ended March 31, 1990 are shown in Schedule 2.16.

Consistent with the reporting of capital acquisitions as expenditure, fixed assets are not reported.

Note 3 Pension Obligations

Actuarial valuations of the following Pension Plan Acts were carried out at March 31, 1988 and estimated accrued pension benefits were as undernoted:

Local Authorities Pension Plan Act	\$3,854,614,000
Public Service Pension Plan Act	2,248,919,000
Public Service Management Pension Plan Act	1,239,560,000
Universities Academic Pension Plan Act	995,238,000
Special Forces Pension Plan Act	534,187,000
Members of the Legislative Assembly Pension Plan Act	43,525,000
Total obligation	<u>\$8,916,043,000</u>

The above figures were estimated by calculating the present value, at March 31, 1988, of benefits that accrued in respect of service to that date. The valuations were based on a common set of economic assumptions, including rate of salary increases due to inflation, interest rates and rates of discretionary cost of living increases for present and future retired members. Some of the demographic assumptions used in estimating the above liabilities, including termination, retirement, and salary increases due to promotion and merit, varied from plan to plan according to the particular characteristics of each plan.

Net assets of the Pension Fund available to meet the above obligations amounted to \$3,994,545,000 at March 31, 1988.

On September 1, 1988 the Government established a pension plan for provincial judges and masters in chambers. Based on an actuarial valuation, the Government's initial unfunded liability under the plan in respect of accrued pension benefits attributed to services rendered to that date was estimated at \$22,701,000.

Under provisions of the Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Province of Alberta. An actuarial valuation at August 31, 1989 indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately \$2,393,600,000 to meet the liabilities of the fund. The actuarial valuation was based on a different set of assumptions from those used for the above Pension Plan Acts. A separate actuarial valuation at August 31, 1989 based on the same actuarial assumptions and actuarial cost method as used for the above Pension Plan Acts indicated that Teachers' Retirement Fund assets were insufficient by an amount of approximately \$3,127,000,000 to meet the liabilities of the fund. When preparing the latter valuation, the consulting actuary estimated that the unfunded accrued liability would amount to approximately \$3,299,100,000 at March 31, 1990.

Prior to July 5, 1990, the Province of Alberta had an obligation to pay from the General Revenue Fund to the Workers' Compensation Board the costs of additional amounts of compensation for permanent total disability or permanent partial disability in respect of accidents which occurred prior to January 1, 1974. The Board determined that the actuarial liability arising from those additional amounts was approximately \$218,000,000 at March 31, 1990 (1989 \$204,000,000).

On July 5, 1990 the Workers' Compensation Amendment Act, 1990 received Royal Assent. The Act repealed the provisions existing at the year end relating to the Province's obligation, redetermining the outstanding liability at \$41,150,000 to be discharged by payment from the General Revenue Fund as follows:

1990-91	\$13,800,000
1991-92	10,900,000
1992-93	8,200,000
1993-94	5,500,000
1994-95	2,750,000

Prior to April 1, 1986, all costs incurred by the Workers' Compensation Board in respect of work-related accident injuries to provincial employees were reimbursed by the Province of Alberta. From that date the Province has been assessed premiums based on its salaries, job classifications and experience. The Board determined that the actuarial liability arising from those accidents which occurred prior to April 1, 1986 amounted to approximately \$29,000,000 at March 31, 1990 (1989 \$31,000,000).

Note 4 Commitments

The Province has commitments under a number of statutory grant programs such as the social allowance program for which money must be voted annually. Set out below are other obligations to organizations outside the General Revenue Fund that will become liabilities if and when terms of existing contracts, agreements or legislation are met.

(a) Provincial Corporation Deficits

Several Provincial corporations are subsidized in some manner by the General Revenue Fund because they are not otherwise self-sustaining and they are considered to complement a government program. Because they were established by Alberta statute, the Province is committed to maintain the financial viability of its Provincial corporations by ensuring they have sufficient operating cash flow. Over the long term this commitment translates into the funding of Provincial corporation deficits by grant from the General Revenue Fund.

Accumulated deficits of Provincial corporations at March 31, 1990 are set out in the table below.

	1990	1989
Alberta Mortgage and Housing Corporation	\$580,762,000	\$579,109,000
Alberta Agricultural Development Corporation	74,453,000	97,516,000
Alberta Opportunity Company	42,031,000	29,075,000
	<u>\$697,246,000</u>	<u>\$705,700,000</u>

To the extent that commitments to fund Provincial corporation deficits are met from payments under authority of a supply vote, the guarantee of Alberta Mortgage and Housing Corporation borrowings referred to in Schedule 2.17 and the indemnity in respect of Alberta Agricultural Development Corporation guarantees referred to in Note 5(b) will not need to be implemented.

(b) Alberta Capital Fund

The Alberta Capital Fund was established in 1986 to fund the building of hospitals, universities, colleges and other capital projects previously funded from the General Revenue Fund. The Alberta Capital Fund's requirements for debt retirement are funded by contributions from the General Revenue Fund over a period of years based on amortization of the capital cost of construction projects financed by expenditures made from the Alberta Capital Fund. At March 31, 1990 the net debt of the Alberta Capital Fund was \$981,208,000 (1989 \$697,986,000).

(c) Treasury Branches

The Treasury Branches Act provides that obligations or expenditures incurred in the operation of the Treasury Branches shall be paid from the Treasury Branches Deposits Fund except those that are specified by the Provincial Treasurer as not being chargeable to the Fund. The Act provides further that expenditures in connection with the operation of the Treasury Branches that are not to be paid out of the Fund shall be paid out of money voted by the Legislature. At March 31, 1990 the Treasury Branches Deposits Fund had an accumulated deficit of \$140,219,000 (1989 \$149,365,000).

To the extent that the deficit of the Treasury Branches were met by payments under authority of a supply vote, the guarantee of deposits referred to in Note 5(a) and Schedule 2.17 would not need to be implemented.

(d) Credit Unions

The Credit Union Act provides that the Credit Union Deposit Guarantee Corporation guarantees the repayment of all deposits made with credit unions. The Act also provides that the Government shall ensure that the obligations of the Corporation under its guarantee are carried out. At December 31, 1989 the Corporation's Deposit Insurance Fund had equity of \$23,404,000 (1988 \$21,895,000).

(e) Other Commitments

Commitments to outside organizations in respect of contracts entered into before March 31, 1990 amounted to \$874,354,000 (1989 \$645,575,000). These commitments will become expenditures of the General Revenue Fund when terms of the contracts are met. In addition, the Government also had commitments amounting to \$1,600,000 at March 31, 1990 (1989 \$33,287,000) under agreements to purchase shares and make loans. Payments in respect of these contracts and agreements are subject to the voting of supply by the Legislature.

Note 5 Contingent Liabilities

No provision has been made in the financial statements for contingent liabilities resulting from guarantees, indemnities and litigation.

(a) Debenture, Deposit and Loan Guarantees

Guaranteed liabilities at March 31, 1990 of government entities amounting to \$18,429,994,000 (1989 \$18,444,554,000), and other debenture and loan guarantees amounting to \$2,703,678,000 (1989 \$1,863,386,000) are analyzed in Schedules 2.17 and 2.18 respectively. These schedules are included with the financial statements because payments under debenture and loan guarantees are a statutory charge on the General Revenue Fund. Payments under the guarantee of Treasury Branch deposits would also be made from the General Revenue Fund, under authority of a supply vote.

(b) Indemnities and Other Guarantees

The Province has agreed to indemnify and fund interest to the extent necessary on \$335,000,000 of debentures issued by S C Financial Ltd. to credit unions in exchange for stabilization preferred shares of the credit unions. To March 31, 1990, the Province has paid \$156,217,000 (1989 \$111,869,000). These amounts were charged to budgetary expenditure - valuation adjustments.

The Province has agreed to indemnify S C Properties Ltd. against loss by reason of its obligation to pay interest on notes given in exchange for up to \$350,000,000 in properties purchased from credit unions. To March 31, 1990, the Province has paid \$108,641,000 (1989 \$74,462,000). These amounts were charged to budgetary expenditure - valuation adjustments. To the extent that the net cash proceeds from the sale of all properties do not result in repayment of the full principal amount of the notes, the Province will indemnify any deficiency.

The Province has agreed with the Canada Deposit Insurance Corporation to indemnify the Corporation for loss occurring by reason of its obligation to make payment in respect of any deposit insured by a policy of deposit insurance issued to North West Trust Company, in consideration of which the Corporation paid an amount of \$277,801,000 to North West Trust Company, evidenced by a non-interest bearing promissory note endorsed to Treasury Branches without recourse to the Corporation.

The Province has agreed to indemnify North West Trust Company from any loss in the event any of the payment or performance obligations of 354713 Alberta Ltd., a company jointly owned by the Province and Treasury Branches, are not paid or performed. The company was established to finance the purchase of mortgages and real estate from North West Trust Company and Heritage Savings and Trust Company, the operations of which were acquired by North West Trust Company. The main obligations of the company that are covered by the indemnity consist of notes payable to North West Trust Company in the amount of \$78,087,000 at March 31, 1990 (1989 \$80,854,000), and a commitment to purchase up to an additional \$30,855,000 (1989 \$36,254,000) of certain assets of North West Trust Company, subject to the consent of the Province.

Section 16(2) of the Agricultural Development Act provides that the Province indemnifies the Alberta Agricultural Development Corporation for any losses which might be incurred on loan guarantees. At March 31, 1990 outstanding guarantees given by the Corporation amounted to \$49,053,000 (1989 \$51,981,000).

The Province has guaranteed that the contractual obligations of Rocky Mountain Life Insurance Company to the Company's policy holders will be met. At December 31, 1989 the excess of liabilities, excluding amounts due to the Province, over assets of Rocky Mountain Life Insurance Company was \$17,810,000 (1988 \$25,207,000). To March 31, 1990, \$34,530,000 had been paid under this guarantee (1989 \$28,417,000) and charged to budgetary expenditure - valuation adjustments.

The Province has agreed to indemnify the Alberta Hospital Association against loss under a plan to provide general liability insurance coverage to hospitals and nursing homes. The Province's obligation under the indemnity is limited to \$5 million in respect of any one occurrence. At March 31, 1990, the fund established for the Alberta Hospital Association liability protective plan had retained earnings of \$1,655,000 (1989 deficit of \$285,000).

Section 16(2) of the Alberta General Insurance Company Act provides that the Province guarantees that the contractual obligations of the Alberta General Insurance Company will be met. The Province has a contingent liability for future claims on the Alberta General Insurance Company as a result of insurance business transacted to October 31, 1984 when the Company ceased active business operations. At December 31, 1989 the Alberta General Insurance Company had a surplus of \$529,000 (1988 \$496,000).

Section 27(6) of the Public Trustee Act provides that the Province guarantees that the common fund together with the special reserve fund will be sufficient for the purpose of paying lawful claims that are payable out of the common fund. For the year ended March 31, 1990 the two funds earned \$2,125,000 in excess of distributions and administration costs (1989 \$2,570,000). At March 31, 1990 the total retained earnings of the two funds together amounted to \$21,987,000 (1989 \$19,862,000).

(c) Native Land and Mineral Rights Claims

The Province has a contingent liability in respect of a statement of claim issued on February 19, 1982 and amended by Order of the Court dated October 22, 1987. The plaintiffs are the members of the Lubicon Lake Band and the Cree Community of Little Buffalo Lake. The defendants are the Province of Alberta and a number of oil companies. The plaintiffs claim entitlement to at least 92 square miles of land in Northwestern Alberta as a reserve. They are also claiming \$700,000,000 in lieu of royalties and revenues, \$100,000,000 for waste and destruction, \$50,000,000 for discrimination and denial of fundamental rights, or alternatively a reserve of 92 square miles including mines and minerals together with \$200,000,000 damages, and interest on all amounts.

The Province has a contingent liability in respect of statements of claim filed by eight Metis Settlement Associations on February 5, 1974 and July 6, 1977 which were amended on June 13, 1989. The plaintiffs claim entitlement to all money accrued or hereafter accruing from the sale, lease or rental of the petroleum and natural gas rights from the lands set aside for the various Metis Settlement Associations. The plaintiffs are claiming \$210,000,000 (1989 \$210,000,000). These actions have been stayed pursuant to section 50 of the Metis Settlements Accord Implementation Act which was proclaimed on November 1, 1990. This Act implements the Alberta-Metis Settlements Accord signed on July 1, 1989 which provides that \$310,000,000 is to be paid from the General Revenue Fund at \$30,000,000 a year for seven years beginning April 1, 1990, followed by ten annual payments of \$10,000,000 beginning April 1,

1997. Certain matching payments will also be required to be made to settlement councils under the Act between 1997 and 2007.

The Province also has a contingent liability in respect of four other native land or mineral rights claims in which the amounts claimed are unspecified.

The resulting loss, if any, from these claims cannot be determined.

(d) Other Claims

At March 31, 1990 the Province was named as defendant in various legal actions in addition to those noted above. The total claimed in specific legal actions amounts to approximately \$257,660,000 (1989 \$254,615,000). Potential claims amount to approximately \$115,000 (1989 \$803,000).

The resulting loss, if any, from these claims and potential claims cannot be determined.

(e) Other Contingencies

The Province has a contingent loss in respect of interest free advances amounting to \$80,942,000 at March 31, 1990 (1989 \$80,942,000) made to Syncrude Canada Limited in support of basic engineering and planning for the Syncrude expansion project. The advances are repayable only in the event that the expansion project proceeds, the probability of which is not determinable. A provision for loss of \$20,942,000 was charged to budgetary expenditure - valuation adjustments during the year ended March 31, 1990 (1989 \$Nil). The advances will be written off if the project does not proceed.

The Province has a contingent liability to return to Indian Bands its share of oil export tax relating to the period October 1, 1973 to March 31, 1974 in respect of oil production from Indian lands. The Province is committed to return its share of oil export tax, which amounts to approximately \$4,650,000, if the federal government makes a similar decision in respect of its share.

Note 6 Fiscal Stabilization

During 1987-88, the Province applied to the federal government for a fiscal stabilization payment of \$539,289,000 under provisions of the Federal-Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act. The application was based on the amount by which 1985-86 revenue subject to stabilization exceeded 1986-87 revenue subject to stabilization, after adjusting for changes in rates or structures of taxes and other revenues. The federal legislation provides for the determination by the Minister of Finance of Canada of the amount that will be paid to the Province. No accrual for fiscal stabilization was made in the 1987-88 or prior fiscal years. An interim payment of \$75,000,000 was accrued at March 31, 1989. No amount was accrued in 1989-90. On December 21, 1990, the federal government made a second payment of \$148,545,000. Approximately \$195 million of the original application will be settled by arbitration, while the balance of approximately \$121 million will not be pursued further.

Note 7 Subsequent Events

(a) Debt Issues

Subsequent to the year end, the Province issued \$800,000,000 United States dollar mid-term notes and \$500,000,000 of five year bonds to be used for general purposes. The proceeds of these issues were deposited in the General Revenue Fund.

(b) Alberta Government Telephones Reorganization

In July 1990, the Legislature passed the Alberta Government Telephones Reorganization Act. The Act authorizes the holding company (TELUS) to issue common shares to the public. Under the reorganization TELUS acquired all of the assets of the Alberta Government Telephones Commission (Commission) and the General Revenue Fund acquired shares of TELUS at no cost with a value equivalent to the Province's equity in the Commission prior to the reorganization. In September 1990, the Province filed a prospectus with the securities commissions in Canada offering to sell TELUS common shares to the public. As part of the sale, the Province agreed to compensate NovAtel Communications Ltd. (NovAtel), a wholly-owned subsidiary of TELUS, for any shortfall between actual and forecast earnings of NovAtel during the period July to December 1990. The sale of TELUS common shares was completed in October 1990. The proceeds of sale of shares acquired by the General Revenue Fund have been accounted for as investment income in 1990-91.

On December 31, 1990 TELUS exercised an option granted by the Province to sell all of its interests in NovAtel to the Alberta Government Telephones Commission and, in connection therewith, the Province authorized up to \$525,000,000 in guarantees of NovAtel's indebtedness.

Note 8 Comparative Figures

The 1989 figures have been restated where necessary to conform to the 1990 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by the Deputy Provincial Treasurer - Management and Control and the Controller.

GENERAL REVENUE FUND
SCHEDULES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1990

Schedule 2.1

CASH AND MARKETABLE SECURITIES

	1990		1989	
	Cost	Market Value	Cost	Market Value
Bonds:				
Board of Governors of the				
University of Alberta	\$ 4,762	\$ 4,511	\$ 4,851	\$ 4,571
Municipal	1,873	1,581	2,076	1,583
Corporate	573	502	621	538
	<u>7,208</u>	<u>6,594</u>	<u>7,548</u>	<u>6,692</u>
Long-term promissory notes	1,617	1,617	3,383	3,383
Shares	10,430	9,452	10,430	10,308
	<u>19,255</u>	<u>17,663</u>	<u>21,361</u>	<u>20,383</u>
Royalty oil (a)	<u>90,170</u>	<u>90,170</u>	<u>73,253</u>	<u>73,253</u>
Cash:				
Cash in bank and in transit (b)	(93,782)	(93,782)	(40,389)	(40,389)
Deposits in Consolidated Cash				
Investment Trust Fund	80,639	80,639	74,070	74,070
	<u>(13,143)</u>	<u>(13,143)</u>	<u>33,681</u>	<u>33,681</u>
	<u>\$ 96,282</u>	<u>\$ 94,690</u>	<u>\$ 128,295</u>	<u>\$ 127,317</u>

(a) Represents the net realizable value of the Crown's royalty share of oil in pipelines at the year end.

(b) Not adjusted for cheques issued from imprest accounts at the end of March in respect of April social allowance entitlements amounting to \$50,015,000 (1989 \$49,700,000).

Schedule 2.2

ACCOUNTS RECEIVABLE

	In thousands	
	1990	1989
Government of Canada	\$ 62,097	\$141,477
Miscellaneous departmental accounts	431,568	405,236
Revolving fund accounts	36,638	40,554
Less: Intragovernmental accounts	(23,117)	(28,256)
Alberta Mortgage and Housing Corporation	29,196	17,987
Health Care Insurance Fund	—	38,220
Pension Fund	—	4,285
Accrued interest receivable	16,748	16,228
	<u>553,130</u>	<u>635,731</u>
Less: Allowance for doubtful accounts	79,500	70,500
	<u>\$473,630</u>	<u>\$565,231</u>

GENERAL REVENUE FUND

Schedule 2.3

LONG-TERM INVESTMENTS

	In thousands	
	1990	1989
391760 Alberta Ltd. Class A shares	\$ 46,000	\$ 70,000
EDO (Canada) Limited		
common shares	2,300	2,300
preferred shares	2,724	436
Smoky River Coal Ltd. preferred shares	4,300	—
Native Venture Capital Co. Ltd.		
Class A common shares	10	10
Class B common shares	30	30
Class A preferred shares	3,960	3,960
Alberta Genetics Inc. Class X preferred shares	3,500	3,500
Global Thermoelectric Power Systems Ltd.		
common shares	918	3,672
Pyramet Industries Ltd. Class X preferred shares	500	500
D & S Knowledge Systems Inc. Class G		
preferred shares	234	234
New Noble Services Ltd. Class A preferred shares	208	211
Central Consolidated Holdings Ltd. Class X		
preferred shares	150	150
Peigancraft Ltd. Class C preferred shares	75	—
Alberta Municipal Financing Corporation		
Class A shares	45	45
Chembiomed Ltd. common shares	—	11,269
Grande Cache Forest Products Ltd. Class A		
preferred shares	—	4,500
Alberta Terminals Canola Crushers Ltd.		
Class B preferred shares	—	2,550
Myrias Research Corporation preferred shares	—	1,578
Nanton Spring Water Company Ltd. Class C		
preferred shares	—	800
Tomotechnology Inc. Class A shares	—	625
Ringo Manufacturing Ltd. Class X preferred shares	—	375
Total at cost	<u>64,954</u>	<u>106,745</u>
Alberta Intermodal Services Ltd. common shares (a)	31,229	29,475
Alberta Terminals Ltd. common shares (b)	22,074	17,684
391760 Alberta Ltd. Class B shares (c)	2,643	1
413553 Alberta Ltd. common shares (d)	50	—
Total at equity	<u>55,996</u>	<u>47,160</u>
	<u>\$120,950</u>	<u>\$153,905</u>

- (a) The investment in Alberta Intermodal Services Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1990 represents cost \$32,267,000 less accumulated deficit at December 31, 1989 of \$1,038,000 (1989 cost \$32,267,000 less accumulated deficit of \$2,792,000).
- (b) The investment in Alberta Terminals Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1990 represents cost \$17,528,000 plus retained earnings at July 31, 1989 of \$4,546,000 (1989 cost \$17,528,000 plus retained earnings of \$156,000).
- (c) The investment in 391760 Alberta Ltd., representing 100% of the outstanding voting shares, is valued at equity, being cost adjusted for post acquisition operating results. Equity at March 31, 1990 represents cost \$1,000 plus retained earnings at March 31, 1990 of \$2,642,000 (1989 cost \$1,000).
- (d) The investment in 413553 Alberta Ltd., representing 100% of the outstanding voting shares, is valued at equity which is equivalent to cost at March 31, 1990, the date of acquisition.

Schedule 2.4

LOANS AND ADVANCES TO GOVERNMENT ENTITIES

	In thousands	
	1990	1989
Credit Union Deposit Guarantee Corporation	\$270,858	\$ —
Alberta Mortgage and Housing Corporation	253,510	273,110
Alberta Hail and Crop Insurance Corporation	114,970	69,505
Rural Electrification Revolving Fund	67,912	64,920
Alberta Opportunity Company	20,731	—
Alberta Resources Railway Corporation	8,440	8,440
Motion Picture Development Fund	6,300	4,900
Public Trustee	24	24
Students Loan Fund	12	24
	<u>742,757</u>	<u>420,923</u>
Less: Allowance for doubtful loans and advances	<u>341,300</u>	<u>67,000</u>
	<u>\$401,457</u>	<u>\$353,923</u>

Schedule 2.5

OTHER LOANS AND ADVANCES

	In thousands	
	1990	1989
Synchrude Canada Limited	\$ 80,942	\$ 80,942
Rocky Mountain Life Insurance Company	34,530	28,417
Accountable advances	14,275	13,577
Advances under the Municipal Land Loans Act - cities	8,836	10,036
Myrias Research Corporation	7,500	4,000
Gainers Properties Inc.	6,000	4,000
Engineered Profiles (1989) Ltd.	4,000	—
Procter and Gamble Inc.	4,000	4,000
Chembiomed Ltd.	3,705	3,705
General Systems Research Inc.	2,550	1,050
University of Alberta Students' Union	1,856	1,992
University of Calgary Students' Union	1,058	1,127
Northern Steel Inc.	1,000	1,000
Tycor International Inc.	1,000	—
Canadian Co-operative Implements Limited	788	788
Alberta Stock Exchange	600	700
Judgement debts	573	589
Dial-Guard Ltd.	399	399
Downhole Tools Inc.	300	300
Advances under the Cemeteries Act	85	85
Guarantees Implemented:		
General Systems Research Inc.	9,395	—
Gainers Properties Inc.	2,902	—
Co-operative marketing associations	1,430	1,432
Export program	1,140	1,052
Rural gas co-operatives	1,072	1,133
Tomotechnology Inc.	257	—
Feeder associations	239	239
Small business term assistance loans	189	304
Agricultural Societies Act	138	150
Farm credit stability loans	105	201
Alberta family first home program	28	—
Alberta livestock loans	13	14
Cow-calf producers' advances	8	16
Farm implement dealers program	—	207
Credit Union Stabilization Corporation	—	201,331
Grande Cache Forest Products Ltd.	—	500
Alberta Union of Rural Electrification		
Associations Co-operative Ltd.	—	42
Miscellaneous	7	7
	<u>190,920</u>	<u>363,335</u>
Less: Allowance for doubtful loans and advances	<u>94,300</u>	<u>224,700</u>
	<u>\$ 96,620</u>	<u>\$138,635</u>

GENERAL REVENUE FUND

Schedule 2.6

ACCOUNTS AND LOANS PAYABLE

In thousands		
	1990	1989
Departmental accounts payable general	\$489,882(a)	\$498,413
Less: Intragovernmental accounts	(23,117)	(28,256)
Revolving fund accounts payable	25,735	23,816
Government of Canada:		
Payroll deductions	29,769	25,516
Excess hospital insurance payments	27,647	—
Excess post-secondary education advances	11,045	—
Lesser Slave Lake project loans	2,390	2,628
Other	778	—
Adjustment of income tax transfer payments	—	32,856
Alberta Heritage Savings Trust Fund	39,029	3,398
Alberta Capital Fund	29,440	43,898
Farm Credit Stability Fund	18,607	11,846
Health Care Insurance Fund	13,123	—
Pension Fund	10,841	—
Alberta Mortgage and Housing Corporation	4,176	4,327
Small Business Term Assistance Fund	1,823	1,997
Utility Companies Income Tax Rebates Fund	12	24,377
Accrued interest on unmatured debt	213,442	143,589
Unclaimed dividends	189	190
Other loans	82	91
	<u>\$894,893</u>	<u>\$788,686</u>

(a) Includes liabilities reported below by department and program for which authority was insufficient and which will be paid and charged against a supply vote for the 1990-91 year:

			In thousands	
Department	Vote No.	Program	Vote	Department
Attorney General	9	Gaming Policy and Licensing	\$ 5	\$ 5
Executive Council	6	Disaster Services and		
		Dangerous Goods Control	7,192	
	7	Public Service Employee		
		Relations	17	
	12	Occupational Health and		
		Safety Services	162	7,371
Health	5	Community Health Services	497	497
Labour	5	Individual's Rights		
		Protection	37	37
Public Works,				
Supply and Services	3	Management of Properties	945	945
Transportation and				
Utilities	2	Construction and Operation	4,244	4,244
		of Transportation Systems		
Treasury	2	Revenue Collection and		
		Rebates	4,240	4,240
				<u>\$17,339</u>

Schedule 2.7

UNEARNED REVENUE AND SUSPENSE

In thousands		
	1990	1989
Unearned Revenue:		
Cash on hand or in transit in respect of		
revenue of the next fiscal year	\$26,636	\$26,611
Suspense:		
Cash on hand or in transit which will be		
disbursed to other funds, refunded or credited		
to revenue of the next fiscal year	885	1,730
	<u>\$27,521</u>	<u>\$28,341</u>

Schedule 2.8

UNMATURED DEBT

					In thousands		
					Deduct Sinking Fund Assets (Schedule 2.9)	Net Unmatured Debt	
Date of Issue	Date of Maturity	Interest Rate	Currency	Principal Outstanding		1990	1989
Debentures (a):							
Canada Pension Plan Investment Fund (b)							
Jul. 4, 1972	Jul. 4, 1992	7.45%	C.	\$ 9,107	\$ 9,074	\$ 33	\$ 1,097
Aug. 1, 1972	Aug. 1, 1992	7.49	C.	7,520	7,472	48	935
Sep. 1, 1972	Sep. 1, 1992	7.50	C.	8,402	8,308	94	1,074
Oct. 2, 1972	Oct. 2, 1992	7.49	C.	5,724	5,639	85	770
Nov. 1, 1972	Nov. 1, 1992	7.51	C.	5,947	5,825	122	827
Dec. 1, 1972	Dec. 1, 1992	7.38	C.	5,484	5,337	147	777
Other							
Apr. 15, 1970	Apr. 15, 1990	8 7/8	C.	3,000	3,365	(365)	6
Nov. 16, 1970	Nov. 16, 1990	8 3/4	C.	35,000	38,105	(3,105)	1,227
Jun. 15, 1971	Jun. 15, 1991	8 1/8	C.	25,000	26,386	(1,386)	1,632
Jun. 18, 1986	Jun. 18, 1991	9.0	C.	700,000	—	700,000	700,000
Oct. 15, 1971	Oct. 15, 1991	7 7/8	C.	50,000	51,843	(1,843)	4,151
Mar. 31, 1972	Mar. 31, 1992	6.9	C.	4,000 (c)	4,038	(38)	429
Jul. 15, 1988	Jul. 15, 1992	10.0	C.	500,000	—	500,000	500,000
Dec. 1, 1967	Dec. 1, 1992	7.0	C.	20,000 (d)	25,086	(5,086)	(2,419)
Feb. 25, 1988	Feb. 25, 1993	9.25	C.	300,000	—	300,000	300,000
Nov. 1, 1988	Nov. 1, 1993	10.25	C.	300,000	—	300,000	300,000
Jun. 15, 1989	Jun. 15, 1994	10.00	C.	300,000	—	300,000	—
Feb. 8, 1989	Aug. 8, 1994	10.75	C.	650,000	—	650,000	650,000
Mar. 1, 1969	Mar. 1, 1994	7 1/2	U.S.	35,106 (e)	41,586	(6,480)	(1,961)
				2,964,290	232,064	2,732,226	2,458,545
Less:							
Unamortized discount				9,327	—	9,327	9,248
Deferred unamortized exchange losses				463	—	463	717
				<u>\$2,954,500</u>	<u>\$232,064</u>	<u>2,722,436</u>	<u>2,448,580</u>
Alberta Capital Bonds							
Jun. 1, 1987	Jun. 1, 1990	11.25	C.			—	26,356
Jun. 1, 1988	Jun. 1, 1991	11.25	C.			—	4,254
Jun. 1, 1989	Jun. 1, 1992	11.25	C.			102,724	—
						102,724	30,610
Less unamortized discount						626	128
						102,098	30,482
Promissory notes:							
Various	Various	Various	C.			1,294,000	557,000
Various	Various	Various	U.S.			485,850 (f)	341,129
Dec. 9, 1986	Dec. 9, 1991	7.375%(g)	U.S.			341,578 (h)	341,578
Dec. 11, 1986	Dec. 15, 1993	(i)	U.S.			585,100 (j)	596,600
Nov. 23, 1987	Nov. 23, 1994	9.25%(k)	U.S.			243,897 (l)	243,897
Oct. 26, 1988	Oct. 26, 1995	9.375%	U.S.			585,100 (m)	596,600
Nov. 27, 1989	Nov. 27, 1996	8.625%	U.S.			877,650 (n)	—
						4,413,175	2,676,804
Deferred unamortized exchange gains						70,357	75,302
						4,483,532	2,752,106
Less unamortized discount						10,110	462
						4,473,422	2,751,644
Treasury bills						650,000	650,000
Less unamortized discount						10,293	9,614
						639,707	640,386
						<u>\$7,937,663</u>	<u>\$5,871,092</u>

GENERAL REVENUE FUND

Schedule 2.8 (cont'd)

UNMATURED DEBT (cont'd)

- (a) All debentures are callable.
- (b) Debentures held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.
- (c) Federal-Provincial Special Development Loans Program debentures.
- (d) Alberta Universities Commission debentures.
- (e) U.S. \$30,000,000, unhedged.
- (f) U.S. \$408,223,000, fully hedged.
- (g) Effective rate based on forward exchange contracts hedging principal and interest is approximately 8.2%.
- (h) U.S. \$250,000,000, fully hedged.
- (i) Interest rate floats at 0.03125% above the London interbank offered rate for six month Eurodollar deposits.
- (j) U.S. \$500,000,000, unhedged.
- (k) Effective rate based on forward exchange contracts hedging principal and interest is approximately 9.9%.
- (l) U.S. \$200,000,000, fully hedged.
- (m) U.S. \$500,000,000, unhedged.
- (n) U.S. \$750,000,000, unhedged.

Debt repayment requirements in each of the next five years are as follows:

1990-91	\$2,376,018,000
1991-92	1,188,222,000
1992-93	962,756,000
1993-94	973,753,000
1994-95	1,199,997,000

Abbreviations: C. - Canada; U.S. - United States of America

Schedule 2.9

PROVINCIAL SINKING FUND

	In thousands	
	1990	1989
Investment income before the undernoted	\$ 21,358	\$ 20,026
Amortization of deferred realized gains and losses	(29)	20
Investment income	21,329	20,046
Contributions received	4,300	4,306
Transfers for debt retirement	—	(12,500)
Balance at beginning of year	206,435	194,583
Balance at end of year	<u>\$232,064</u>	<u>\$206,435</u>
Consisting of:		
Investments:		
Bonds and debentures:		
Province of Alberta, direct	\$ 81,440	\$ 75,199
Province of Alberta, guaranteed	2,010	1,996
Other provinces, direct and guaranteed	9,800	5,142
Government of Canada, direct	40,740	38,842
Government of the United States of America, direct	—	1,559
Corporate	1,981	1,975
Bond coupons and residuals:		
Government of Canada, direct	64,731	58,609
Government of the United States of America, direct	4,298	4,000
Mid-term money market securities:		
Promissory notes	500	999
Deferred unamortized realized gains and losses	(278)	(306)
	<u>205,222</u>	<u>188,015</u>
Cash and deposits in the Consolidated Cash Investment Trust Fund	11,652	14,760
Short-term money market securities:		
Treasury bills	9,327	—
Bankers' acceptance	1,934	—
Accrued interest receivable	3,929	3,660
	<u>\$232,064</u>	<u>\$206,435</u>

Schedule 2.10

BUDGETARY REVENUE

	In thousands		1989
	1990		Revenue
	Budget	Revenue	
Taxes:			
Personal income tax	\$ 2,326,000	\$2,535,664	\$2,039,011
Corporate income tax	650,000	648,389	597,568
Fuel tax	290,000	286,150	309,737
Tobacco tax	230,000	235,290	212,216
Freehold mineral rights tax	89,000	68,832	70,860
Insurance corporations tax	60,000	59,054	54,682
Hotel room tax	23,000	24,174	22,014
Other	10,000	9,795	9,162
	<u>3,678,000</u>	<u>3,867,348</u>	<u>3,315,250</u>
Non-Renewable Resource Revenue:			
Crude oil royalty	1,222,000	1,126,137	933,411
Natural gas and by-products royalty	1,104,000	960,586	988,705
Synthetic crude oil and bitumen royalty	26,000	27,720	18,980
Coal royalty	10,000	16,511	15,061
Bonuses and sales of Crown leases	525,000	389,082	449,541
Rentals and fees	79,000	75,722	77,027
Royalty tax credit	(350,000)	(355,414)	(397,398)
Allocation to Natural Gas Rebates Fund	(4,000)	(1,894)	(12,076)
Other	—	577	2,787
	<u>2,612,000</u>	<u>2,239,027</u>	<u>2,076,038</u>
Payments from Government of Canada:			
Canada assistance plan	482,000	513,790	483,062
Hospital insurance	469,000	445,876	495,756
Post-secondary education	265,000	251,922	285,380
Extended health care	125,000	124,229	117,462
Stabilization	195,000	—	75,000
Training of manpower	30,000	28,056	27,107
Other	120,000	110,836	127,405
	<u>1,686,000</u>	<u>1,474,709</u>	<u>1,611,172</u>
Transfers from Government Enterprises:			
Alberta Liquor Control Board	390,000	383,000	374,000
Other	17,000	14,488	11,621
	<u>407,000</u>	<u>397,488</u>	<u>385,621</u>
Fees, Permits and Licences:			
Motor vehicle licences	125,000	124,158	121,303
Other	164,000	154,344	141,715
	<u>289,000</u>	<u>278,502</u>	<u>263,018</u>
Other Revenue:			
Investment income	50,000	71,877	49,318
Refunds of expenditure	70,000	61,787	63,745
Miscellaneous	69,000	84,864	89,884
	<u>189,000</u>	<u>218,528</u>	<u>202,947</u>
Total general revenue	<u>8,861,000</u>	<u>8,475,602</u>	<u>7,854,046</u>
Heritage Fund investment income	<u>1,320,000</u>	<u>1,244,438</u>	<u>1,252,219</u>
Total revenue	<u>\$10,181,000</u>	<u>\$9,720,040</u>	<u>\$9,106,265</u>

GENERAL REVENUE FUND

Schedule 2.11

BUDGETARY EXPENDITURE BY DEPARTMENT

	In thousands			
	Original Budget	1990 Total Authorized	Expenditure	1989 Expenditure
Legislative Assembly:				
Support to the Legislative Assembly	\$ 18,508	\$ 20,392	\$ 19,869	\$ 16,639
Office of the Auditor General	10,949	10,949	10,525	9,800
Office of the Ombudsman	1,107	1,274	1,213	1,150
Office of the Chief Electoral Officer	4,262	4,262	948	7,066
	<u>34,826</u>	<u>36,877</u>	<u>32,555</u>	<u>34,655</u>
Departmental:				
Advanced Education	987,854	987,854	979,705	977,018
Agriculture	314,809	336,958	332,673	310,645
Attorney General	144,360	154,317	152,366	148,865
Career Development and Employment	180,729	180,729	165,649	174,142
Consumer and Corporate Affairs	19,126	19,126	18,894	16,114
Culture and Multiculturalism	47,761	49,205	48,919	46,771
Revolving fund	42	42	11	(30)
Economic Development and Trade	70,500	70,500	44,137	52,637
Education	1,386,623	1,391,709	1,387,724	1,284,479
Revolving fund	97	97	960	199
Energy	101,621	102,643	97,921	94,229
Environment	119,019	125,326	123,169	121,084
Water Resources Revolving Fund	354	354	24	(271)
Executive Council	79,714	100,243	105,544	102,742
Family and Social Services	1,326,418	1,376,477	1,371,247	1,306,817
Federal and Intergovernmental Affairs	9,308	10,468	9,910	9,081
Forestry, Lands and Wildlife	165,258	192,741	188,790	179,706
Revolving fund	(9)	(9)	(233)	(133)
Health	2,948,671	2,980,171	2,962,560	2,703,878
Alberta Health Care Insurance Act	—	—	13,123	—
Labour	37,936	38,211	37,355	36,376
Personnel Administration Office				
Revolving Fund	(23)	(23)	34	(34)
Municipal Affairs	690,843	698,443	627,822	597,403
Public Works, Supply and Services	492,113	496,863	491,047	520,777
Revolving fund	19,862	19,862	17,041	8,861
Recreation and Parks	93,118	93,118	91,775	99,287
Revolving fund	(9)	(9)	(17)	(56)
Solicitor General	259,559	261,209	260,621	242,061
Technology, Research and				
Telecommunications	60,628	64,238	63,154	63,628
Tourism	32,202	33,402	30,735	32,729
Transportation and Utilities	891,219	897,919	899,209	837,173
Revolving funds	—	—	7,934	17,085
Treasury	174,282	314,136	308,919	161,453
Debt servicing costs	825,000	825,000	880,713	575,594
Revolving funds and other statutory appropriations	40,706	40,706	68,601	(1,778)
	<u>11,519,691</u>	<u>11,862,026</u>	<u>11,788,036</u>	<u>10,718,532</u>
	<u>\$11,554,517</u>	<u>\$11,898,903</u>	<u>\$11,820,591</u>	<u>\$10,753,187</u>
Summary:				
Voted appropriations	\$10,668,497	\$11,012,883	\$10,832,400	\$10,153,750
Statutory appropriations	886,020	886,020	988,191	599,437
	<u>\$11,554,517</u>	<u>\$11,898,903</u>	<u>\$11,820,591</u>	<u>\$10,753,187</u>

Schedule 2.12

OPERATING AND CAPITAL EXPENDITURE

	In thousands			
	Expenditure			
	Operating	Capital	Grants for Capital Purposes	Total
Legislative Assembly:				
Support to the Legislative Assembly	\$ 18,994	\$ 875	\$ —	\$ 19,869
Office of the Auditor General	10,121	404	—	10,525
Office of the Ombudsman	1,083	130	—	1,213
Office of the Chief Electoral Officer	941	7	—	948
	31,139	1,416	—	32,555
Departments:				
Advanced Education:				
Departmental support services	3,121	60	—	3,181
Assistance to higher and further educational institutions	814,949	1,702	54,021	870,672
Financial assistance to students	105,812	40	—	105,852
	923,882	1,802	54,021	979,705
Agriculture:				
Departmental support services	9,759	1,107	—	10,866
Support for primary production	133,738	501	1,027	135,266
Support for marketing and processing	18,835	1,406	6,767	27,008
Field services	30,905	354	364	31,623
Planning and development	15,812	1,160	—	16,972
Agricultural development lending assistance	94,315	—	—	94,315
Crop insurance assistance	17,751	—	—	17,751
Less: capitalized as a voted non-budgetary disbursement	—	(1,128)	—	(1,128)
	321,115	3,400	8,158	332,673
Attorney General:				
Departmental support services	7,610	60	—	7,670
Court services	59,310	517	—	59,827
Legal services	37,000	237	—	37,237
Support for legal aid	15,650	—	—	15,650
Protection and administration of property rights	23,438	318	—	23,756
Fatality inquiries	3,705	6	—	3,711
Crimes compensation	1,285	—	—	1,285
Public utilities regulation	2,646	210	—	2,856
Gaming policy and licensing	364	10	—	374
	151,008	1,358	—	152,366
Career Development and Employment:				
Departmental support services	8,304	366	—	8,670
Training and career services	99,739	370	—	100,109
Employment services	56,852	18	—	56,870
	164,895	754	—	165,649
Consumer and Corporate Affairs:				
Departmental support services	3,454	149	—	3,603
Consumer services	5,498	9	—	5,507
Consumer standards	4,960	11	—	4,971
Regulation of securities markets	4,680	133	—	4,813
	18,592	302	—	18,894
Culture and Multiculturalism:				
Voted appropriations:				
Departmental support services	2,402	13	—	2,415
Cultural development	20,781	181	—	20,962
Historical resources development	22,423	1,361	457	24,241
Heritage development	1,260	41	—	1,301
	46,866	1,596	457	48,919
Statutory appropriations:				
Culture and Multiculturalism				
Revolving Fund	12	(1)	—	11
Department total	46,878	1,595	457	48,930

GENERAL REVENUE FUND

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Economic Development and Trade:				
Departmental support services	\$ 3,475	\$ 141	\$ —	\$ 3,616
Business and trade development	24,269	291	—	24,560
Financing - economic development projects	1,340	9,863	43	11,246
International assistance	2,117	—	—	2,117
Small business interest shielding assistance	1,444	17	—	1,461
Financial assistance to Alberta Opportunity Company	11,000	24,106	—	35,106
Less: capitalized as a voted non-budgetary disbursement	—	(33,969)	—	(33,969)
	43,645	449	43	44,137
Education:				
Voted appropriations:				
Departmental support services	11,333	193	—	11,526
Financial assistance to schools	1,266,910	119	64,704	1,331,733
Student programs, evaluation and program delivery	44,047	418	—	44,465
	1,322,290	730	64,704	1,387,724
Statutory appropriations:				
Education Revolving Fund	906	54	—	960
Department total	1,323,196	784	64,704	1,388,684
Energy:				
Departmental support services	7,238	153	—	7,391
Minerals management	32,798	5,000	—	37,798
Assistance for oil sands projects	—	—	10,550	10,550
Oil sands research assistance	32,759	2	—	32,761
Petroleum marketing and market research	7,210	—	—	7,210
Oil sands equity management	1,581	20	—	1,601
Electric energy marketing	4,910	—	—	4,910
Less: capitalized as a voted non-budgetary disbursement	—	(4,300)	—	(4,300)
	86,496	875	10,550	97,921
Environment:				
Voted appropriations:				
Departmental support services	7,439	93	—	7,532
Environmental protection, enhancement and research	36,312	1,544	3,167	41,023
Water resources management	23,818	12,143	12,598	48,559
Special waste management assistance	18,953	—	6,112	25,065
Overview and coordination of environmental conservation	990	—	—	990
	87,512	13,780	21,877	123,169
Statutory appropriations:				
Water Resources Revolving Fund	(465)	489	—	24
Department total	87,047	14,269	21,877	123,193
Executive Council:				
Executive council administration	3,785	310	—	4,095
Northern development	6,121	943	—	7,064
Energy resources conservation	18,658	—	—	18,658
Coordination and advice respecting women's issues	964	42	—	1,006
Water resources advisory services	611	1	—	612
Disaster services and dangerous goods control	31,740	637	—	32,377
Public service employee relations	482	—	—	482
Development of policy and legislation for professions and occupations	956	9	—	965
Public affairs	11,921	104	—	12,025
Premier's commission on future health care for Albertans	2,052	12	—	2,064
Premier's council on the status of persons with disabilities	653	8	—	661
Occupational health and safety services	11,592	144	—	11,736
Workers' compensation	13,447	—	—	13,447
Premier's council in support of Alberta families	348	4	—	352
	103,330	2,214	—	105,544

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			
	Expenditure		Grants for Capital Purposes	Total
	Operating	Capital		
Family and Social Services:				
Departmental support services	\$ 33,359	\$ 1,332	\$ —	\$ 34,691
Income support to individuals and families	912,268	3,572	—	915,840
Social support to individuals and families	420,183	533	—	420,716
	1,365,810	5,437	—	1,371,247
Federal and Intergovernmental Affairs:				
Intergovernmental coordination and research	9,607	303	—	9,910
Forestry, Lands and Wildlife:				
Voted appropriations:				
Departmental support services	10,955	247	—	11,202
Fish and wildlife conservation	23,454	216	—	23,670
Forest resources management	101,223	2,852	—	104,075
Public lands management and land information services	46,643	3,200	—	49,843
	182,275	6,515	—	188,790
Statutory appropriations:				
Forestry, Lands and Wildlife Revolving Fund	(236)	3	—	(233)
Department total	182,039	6,518	—	188,557
Health:				
Voted appropriations:				
Departmental support services	18,234	528	—	18,762
Health care insurance	579,225	113	—	579,338
Financial assistance for active care	1,675,016	28	25,953	1,700,997
Financial assistance for long-term care	378,782	32	1,607	380,421
Community health services	207,144	165	—	207,309
Mental health services	44,347	224	—	44,571
Alcohol and drug abuse - treatment, prevention and education	31,162	—	—	31,162
	2,933,910	1,090	27,560	2,962,560
Statutory appropriations:				
Alberta Health Care Insurance Act	13,123	—	—	13,123
Department total	2,947,033	1,090	27,560	2,975,683
Labour:				
Voted appropriations:				
Departmental support services	3,986	399	—	4,385
Labour relations	5,957	180	—	6,137
General safety services	13,966	155	—	14,121
Labour relations adjudication and regulation	1,516	24	—	1,540
Individual's rights protection	1,476	—	—	1,476
Personnel administration	9,580	116	—	9,696
	36,481	874	—	37,355
Statutory appropriations:				
Personnel Administration Office Revolving Fund	29	5	—	34
Department total	36,510	879	—	37,389
Municipal Affairs:				
Departmental support services	8,546	1,158	—	9,704
Financial support for municipal programs	227,734	—	—	227,734
Alberta property tax reduction plan - rebates to individuals	116,010	—	—	116,010
Support to community planning services	8,958	10	—	8,968
Administrative and technical support to municipalities	30,422	251	—	30,673
Regulatory boards	1,740	1	—	1,741
Research and financial assistance for housing	56,950	4,656	—	61,606
Housing and mortgage assistance for Albertans	171,386	—	—	171,386
	621,746	6,076	—	627,822

GENERAL REVENUE FUND

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Public Works, Supply and Services:				
Voted appropriations:				
Departmental support services	\$ 7,456	\$ 182	\$ —	\$ 7,638
Information and telecommunication services	42,428	554	—	42,982
Management of properties	236,789	12,269	—	249,058
Planning and implementation of construction projects	9	83,270	41,535	124,814
Central services and acquisition of supplies	14,301	223	—	14,524
Land assembly	—	49,022	283	49,305
Lotteries and financial assistance to major exhibitions and fairs	2,664	2	60	2,726
	303,647	145,522	41,878	491,047
Statutory appropriations:				
Public Works, Supply and Services Revolving Fund	(8,596)	25,637	—	17,041
Department total	295,051	171,159	41,878	508,088
Recreation and Parks:				
Voted appropriations:				
Departmental support services	3,425	63	—	3,488
Recreation development	30,421	151	12,593	43,165
Provincial parks	21,794	9,387	100	31,281
Kananaskis Country management	11,587	2,254	—	13,841
	67,227	11,855	12,693	91,775
Statutory appropriations:				
Recreation and Parks Revolving Fund	(17)	—	—	(17)
Department total	67,210	11,855	12,693	91,758
Solicitor General:				
Departmental support services	8,554	226	—	8,780
Correctional services	111,444	696	—	112,140
Law enforcement	110,076	75	130	110,281
Motor vehicle registration and driver licensing	22,129	215	—	22,344
Control and development of horse racing	7,076	—	—	7,076
	259,279	1,212	130	260,621
Technology, Research and Telecommunications:				
Development and commercialization of advanced technologies	4,974	64	—	5,038
Financing of technology and research projects	12,949	12,845	2,924	28,718
Natural sciences and engineering research	24,450	—	—	24,450
Multi-media education services	15,878	—	1,220	17,098
Less: capitalized as a voted non-budgetary disbursement	—	(12,150)	—	(12,150)
	58,251	759	4,144	63,154
Tourism:				
Departmental support services	4,604	474	—	5,078
Tourism planning, development and marketing	20,720	81	3,430	24,231
Tourism education and training	1,394	32	—	1,426
	26,718	587	3,430	30,735
Transportation and Utilities:				
Voted appropriations:				
Departmental support services	13,012	630	—	13,642
Construction and operation of transportation systems	159,413	479,376	172,933	811,722
Financial assistance to Alberta Resources Railway	6,683	—	—	6,683
Development and support of utilities services	18,162	1,895	47,105	67,162
	197,270	481,901	220,038	899,209
Statutory appropriations:				
Transportation Revolving Fund	(6,928)	14,950	—	8,022
Gas Alberta Operating Fund	(88)	—	—	(88)
	(7,016)	14,950	—	7,934
Department total	190,254	496,851	220,038	907,143

Schedule 2.12 (cont'd)

OPERATING AND CAPITAL EXPENDITURE (cont'd)

	In thousands			Total
	Expenditure		Grants for Capital Purposes	
	Operating	Capital		
Treasury:				
Voted appropriations:				
Departmental support services	\$ 2,648	\$ 198	\$ —	\$ 2,846
Revenue collection and rebates	151,976	423	—	152,399
Financial management, planning and central services	117,443	1,164	—	118,607
Pension advice and appeals	376	40	—	416
Financing - purchase of loans	34,651	—	—	34,651
	307,094	1,825	—	308,919
Statutory appropriations:				
Treasury Revolving Fund	(9)	18	—	9
Land Purchase Fund	(1,432)	(12,457)	—	(13,889)
Farm Credit Stability Fund Act	69,268	—	—	69,268
Small Business Term Assistance Fund Act	6,709	—	—	6,709
Corporate tax interest refunds	6,504	—	—	6,504
Debt servicing costs	880,713	—	—	880,713
	961,753	(12,439)	—	949,314
Department total	1,268,847	(10,614)	—	1,258,233
	\$ 10,629,578	\$ 721,330	\$ 469,683	\$11,820,591
Summary:				
Voted appropriations	\$ 9,670,085	\$ 692,632	\$ 469,683	\$10,832,400
Statutory appropriations	959,493	28,698	—	988,191
	\$ 10,629,578	\$ 721,330	\$ 469,683	\$11,820,591

GENERAL REVENUE FUND

Schedule 2.13

EXPENDITURE BY PROGRAM AND OBJECT

	In thousands						
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other	Total 1990	Total 1989
Legislative Assembly:							
Support to the Legislative Assembly	\$ 5,642	\$ 6,625	\$ 4	\$ 874	\$ 6,724	\$ 19,869	\$ 16,639
Office of the Auditor General	7,419	2,702	—	404	—	10,525	9,800
Office of the Ombudsman	789	294	—	130	—	1,213	1,150
Office of the Chief Electoral Officer	404	536	—	8	—	948	7,066
	14,254	10,157	4	1,416	6,724	32,555	34,655
Departments:							
Advanced Education:							
Departmental support services	2,250	820	—	60	51	3,181	3,249
Assistance to higher and further educational institutions	33,837	6,628	828,505	1,702	—	870,672	859,554
Financial assistance to students	3,436	1,282	93,338	40	7,756	105,852	114,215
	39,523	8,730	921,843	1,802	7,807	979,705	977,018
Agriculture:							
Departmental support services	6,151	3,179	327	1,106	103	10,866	10,049
Support for primary production	24,838	7,304	102,621	501	2	135,266	136,276
Support for marketing and processing	5,294	2,744	17,564	278	1,128	27,008	28,728
Field services	18,247	4,789	8,233	354	—	31,623	38,639
Planning and development	10,875	3,479	1,457	1,161	—	16,972	12,569
Agricultural development lending assistance	—	—	94,315	—	—	94,315	71,052
Crop insurance assistance	—	—	17,751	—	—	17,751	14,382
Agricultural research assistance	—	—	—	—	—	—	1,500
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(1,128)	(1,128)	(2,550)
	65,405	21,495	242,268	3,400	105	332,673	310,645
Attorney General:							
Departmental support services	6,300	1,258	—	60	52	7,670	6,815
Court services	47,927	11,258	125	517	—	59,827	60,717
Legal services	24,488	12,164	348	237	—	37,237	34,615
Support for legal aid	—	—	15,650	—	—	15,650	15,650
Protection and administration of property rights	17,496	5,942	—	318	—	23,756	23,203
Fatality inquiries	2,130	1,575	—	6	—	3,711	3,459
Crimes compensation	81	106	1,098	—	—	1,285	1,319
Public utilities regulation	2,345	301	—	210	—	2,856	2,744
Gaming policy and licensing	260	104	—	10	—	374	343
	101,027	32,708	17,221	1,358	52	152,366	148,865
Career Development and Employment:							
Departmental support services	5,571	2,688	—	366	45	8,670	8,607
Training and career services	28,208	23,192	48,339	370	—	100,109	89,296
Employment services	17,641	1,257	37,954	18	—	56,870	76,239
	51,420	27,137	86,293	754	45	165,649	174,142
Consumer and Corporate Affairs:							
Departmental support services	1,816	1,545	40	150	52	3,603	3,479
Consumer services	4,557	942	—	8	—	5,507	5,060
Consumer standards	3,101	1,859	—	11	—	4,971	3,477
Regulation of securities markets	3,085	1,595	—	133	—	4,813	4,098
	12,559	5,941	40	302	52	18,894	16,114
Culture and Multiculturalism:							
Voted appropriations:							
Departmental support services	1,749	602	—	13	51	2,415	2,311
Cultural development	4,582	1,590	14,609	181	—	20,962	22,620
Historical resources development	11,055	6,228	6,608	350	—	24,241	20,342
Heritage development	762	471	15	42	11	1,301	1,498
	18,148	8,891	21,232	586	62	48,919	46,771
Statutory appropriations:							
Culture and Multiculturalism Revolving Fund	—	(6)	—	(1)	18	11	(30)
Department total	18,148	8,885	21,232	585	80	48,930	46,741

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands						
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other	Total 1990	Total 1989
Economic Development and Trade:							
Departmental support services	\$ 2,133	\$ 1,294	\$ —	\$ 141	\$ 48	\$ 3,616	\$ 3,402
Business and trade development	11,331	9,402	3,536	291	—	24,560	24,439
Financing - economic development projects	—	—	1,383	—	9,863	11,246	20,613
International assistance	107	12	1,998	—	—	2,117	3,477
Support for economic diversification initiatives	—	—	—	—	—	—	2,100
Small business interest shielding assistance	73	515	856	17	—	1,461	—
Financial assistance to Alberta Opportunity Company	—	—	11,000	—	24,106	35,106	11,869
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(33,969)	(33,969)	(13,263)
	13,644	11,223	18,773	449	48	44,137	52,637
Education:							
Voted appropriations:							
Departmental support services	8,180	2,709	392	194	51	11,526	11,406
Financial assistance to schools	516	164	1,330,935	118	—	1,331,733	1,228,355
Student programs, evaluation and program delivery	24,965	18,942	140	418	—	44,465	44,718
	33,661	21,815	1,331,467	730	51	1,387,724	1,284,479
Statutory appropriations:							
Education Revolving Fund	—	2,093	—	54	(1,187)	960	199
Department total	33,661	23,908	1,331,467	784	(1,136)	1,388,684	1,284,678
Energy:							
Departmental support services	5,429	1,747	—	153	62	7,391	7,199
Minerals management	14,927	8,864	9,007	700	4,300	37,798	67,677
Assistance for oil sands projects	—	—	10,550	—	—	10,550	—
Petroleum incentives administration	—	—	—	—	—	—	2,446
Oil sands research assistance	2,480	924	29,352	2	3	32,761	29,500
Petroleum marketing and market research	—	—	7,210	—	—	7,210	6,986
Oil sands equity management	586	983	—	20	12	1,601	3,039
Electric energy marketing	—	—	4,910	—	—	4,910	13,495
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(4,300)	(4,300)	(36,113)
	23,422	12,518	61,029	875	77	97,921	94,229
Environment:							
Voted appropriations:							
Departmental support services	4,979	2,392	18	92	51	7,532	7,072
Environmental protection, enhancement and research	21,617	13,330	4,591	1,485	—	41,023	38,386
Water resources management	21,872	13,553	12,651	483	—	48,559	46,872
Special waste management assistance	—	—	25,065	—	—	25,065	27,958
Overview and coordination of environmental conservation	777	—	213	—	—	990	796
	49,245	29,275	42,538	2,060	51	123,169	121,084
Statutory appropriations:							
Water Resources Revolving Fund	—	(64)	—	489	(401)	24	(271)
Department total	49,245	29,211	42,538	2,549	(350)	123,193	120,813
Executive Council:							
Executive council administration	2,731	969	—	310	85	4,095	3,580
Northern development	892	1,681	3,534	943	14	7,064	6,698
Energy resources conservation	—	—	18,658	—	—	18,658	20,439
Coordination and advice respecting women's issues	532	392	40	42	—	1,006	774
Water resources advisory services	151	447	—	1	13	612	579
Disaster services and dangerous goods control	4,200	2,047	25,598	532	—	32,377	26,677
Public service employee relations	220	262	—	—	—	482	451
Development of policy and legislation for professions and occupations	612	332	—	9	12	965	1,052
Public affairs	8,492	3,429	—	104	—	12,025	13,797
Premier's commission on future health care for Albertans	471	1,581	—	12	—	2,064	1,900
Premier's council on the status of persons with disabilities	241	411	—	9	—	661	454
Occupational health and safety services	8,407	3,136	—	144	49	11,736	12,059
Workers' compensation	—	—	13,447	—	—	13,447	14,282
Premier's council in support of Alberta families	—	348	—	4	—	352	—
	26,949	15,035	61,277	2,110	173	105,544	102,742

GENERAL REVENUE FUND

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands						Total 1990	Total 1989
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other			
Family and Social Services:								
Departmental support services	\$ 25,904	\$ 7,256	\$ 98	\$ 1,332	\$ 101	\$ 34,691	\$ 35,435	
Income support to individuals and families	38,227	6,465	867,576	3,572	—	915,840	879,897	
Social support to individuals and families	125,911	193,922	100,326	533	24	420,716	391,485	
	190,042	207,643	968,000	5,437	125	1,371,247	1,306,817	
Federal and Intergovernmental Affairs:								
Intergovernmental coordination and research	6,410	2,839	307	303	51	9,910	9,081	
Forestry, Lands and Wildlife:								
Voted appropriations:								
Departmental support services	8,496	2,391	18	246	51	11,202	11,123	
Fish and wildlife conservation	16,941	6,239	274	216	—	23,670	22,306	
Forest resources management	50,984	49,697	794	2,600	—	104,075	109,160	
Public lands management and land information services	24,033	11,795	12,901	1,099	15	49,843	37,117	
	100,454	70,122	13,987	4,161	66	188,790	179,706	
Statutory appropriations:								
Forestry, Lands and Wildlife Revolving Fund	—	(108)	—	3	(128)	(233)	(133)	
Department total	100,454	70,014	13,987	4,164	(62)	188,557	179,573	
Health:								
Voted appropriations:								
Departmental support services	13,017	5,137	14	528	66	18,762	19,900	
Health care insurance	15,738	10,669	552,818	113	—	579,338	499,725	
Financial assistance for active care	3,610	718	1,696,641	28	—	1,700,997	1,582,739	
Financial assistance for long - term care	1,138	857	378,394	32	—	380,421	344,426	
Community health services	8,957	9,116	189,071	165	—	207,309	187,263	
Mental health services	29,807	12,967	1,573	224	—	44,571	43,234	
Alcohol and drug abuse - treatment, prevention and education	—	—	31,162	—	—	31,162	26,591	
	72,267	39,464	2,849,673	1,090	66	2,962,560	2,703,878	
Statutory appropriations:								
Alberta Health Care Insurance Act	—	—	13,123	—	—	13,123	—	
Department total	72,267	39,464	2,862,796	1,090	66	2,975,683	2,703,878	
Labour:								
Voted appropriations:								
Departmental support services	2,858	1,069	8	399	51	4,385	4,755	
Labour relations	5,300	604	53	180	—	6,137	5,872	
General safety services	11,844	2,117	5	155	—	14,121	13,694	
Labour relations adjudication and regulation	1,149	367	—	24	—	1,540	1,911	
Individual's rights protection	915	561	—	—	—	1,476	1,260	
Personnel administration	7,019	2,561	—	116	—	9,696	8,884	
	29,085	7,279	66	874	51	37,355	36,376	
Statutory appropriations:								
Personnel Administration Office Revolving Fund	—	(2)	—	5	31	34	(34)	
Department total	29,085	7,277	66	879	82	37,389	36,342	
Municipal Affairs:								
Departmental support services	5,471	2,869	153	1,157	54	9,704	8,190	
Financial support for municipal programs	—	—	227,734	—	—	227,734	238,592	
Alberta property tax reduction plan - rebates to individuals	514	548	114,948	—	—	116,010	112,193	
Support to community planning services	2,846	298	5,814	10	—	8,968	9,111	
Administrative and technical support to municipalities	17,788	3,709	8,944	219	13	30,673	26,153	
Regulatory boards	1,261	479	—	1	—	1,741	1,630	
Research and financial assistance for housing	8,291	8,761	39,080	4,656	818	61,606	31,921	
Housing and mortgage assistance for Albertans	—	—	171,386	—	—	171,386	169,613	
	36,171	16,664	568,059	6,043	885	627,822	597,403	

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands						Total 1990	Total 1989
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other			
Public Works, Supply and Services:								
Voted appropriations:								
Departmental support services	\$ 5,877	\$ 1,527	\$ —	\$ 182	\$ 52	\$ 7,638	\$ 7,102	
Information and telecommunication services	4,328	38,126	—	528	—	42,982	42,875	
Management of properties	44,691	160,977	38,446	4,944	—	249,058	235,199	
Planning and implementation of construction projects	15,458	65,744	41,534	2,078	—	124,814	139,273	
Central services and acquisition of supplies	6,981	7,320	—	223	—	14,524	14,217	
Land assembly	788	619	283	47,615	—	49,305	79,351	
Lotteries and financial assistance to major exhibitions and fairs	36	4	2,684	2	—	2,726	2,760	
	78,159	274,317	82,947	55,572	52	491,047	520,777	
Statutory appropriations:								
Public Works, Supply and Services Revolving Fund	—	(376)	—	25,637	(8,220)	17,041	8,861	
Department total	78,159	273,941	82,947	81,209	(8,168)	508,088	529,638	
Recreation and Parks:								
Voted appropriations:								
Departmental support services	2,967	388	16	63	54	3,488	3,483	
Recreation development	5,064	1,966	35,985	150	—	43,165	48,881	
Provincial parks	16,559	14,519	100	103	—	31,281	32,872	
Support to the XV Olympic Winter Games - 1988	—	—	—	—	—	—	936	
Kananaskis Country management	7,692	5,596	—	553	—	13,841	13,115	
	32,282	22,469	36,101	869	54	91,775	99,287	
Statutory appropriations:								
Recreation and Parks Revolving Fund	—	(4)	—	—	(13)	(17)	(56)	
Department total	32,282	22,465	36,101	869	41	91,758	99,231	
Solicitor General:								
Departmental support services	6,691	1,811	—	226	52	8,780	8,154	
Correctional services	80,608	30,824	12	696	—	112,140	105,730	
Law enforcement	6,530	72,519	31,157	75	—	110,281	98,759	
Motor vehicle registration and driver licensing	10,854	11,275	—	215	—	22,344	22,685	
Control and development of horse racing	—	—	7,076	—	—	7,076	6,733	
	104,683	116,429	38,245	1,212	52	260,621	242,061	
Technology, Research and Telecommunications:								
Development and commercialization of advanced technologies	2,474	2,437	10	64	53	5,038	4,484	
Financing of technology and research projects	—	—	15,873	—	12,845	28,718	31,581	
Natural sciences and engineering research	—	—	24,450	—	—	24,450	23,500	
Multi-media education services	—	—	17,098	—	—	17,098	16,113	
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	(12,150)	(12,150)	(12,050)	
	2,474	2,437	57,431	64	748	63,154	63,628	
Tourism:								
Departmental support services	2,409	2,144	—	474	51	5,078	4,506	
Tourism planning, development and marketing	5,552	12,343	6,255	81	—	24,231	27,867	
Tourism education and training	264	1,116	—	32	14	1,426	356	
	8,225	15,603	6,255	587	65	30,735	32,729	
Transportation and Utilities:								
Voted appropriations:								
Departmental support services	8,504	4,420	38	629	51	13,642	13,421	
Construction and operation of transportation systems	124,987	483,439	195,907	7,389	—	811,722	730,817	
Financial assistance to Alberta Resources Railway	—	—	6,683	—	—	6,683	4,932	
Development and support of utilities services	3,834	3,431	59,772	125	—	67,162	88,003	
	137,325	491,290	262,400	8,143	51	899,209	837,173	
Statutory appropriations:								
Transportation Revolving Fund	—	423	—	14,950	(7,351)	8,022	13,153	
Gas Alberta Operating Fund	—	—	—	—	(88)	(88)	3,932	
	—	423	—	14,950	(7,439)	7,934	17,085	
Department total	137,325	491,713	262,400	23,093	(7,388)	907,143	854,258	

GENERAL REVENUE FUND

Schedule 2.13 (cont'd)

EXPENDITURE BY PROGRAM AND OBJECT (cont'd)

	In thousands						Total 1990	Total 1989
	Salaries, Wages and Employee Benefits	Supplies and Services	Grants	Purchase of Fixed Assets	Other			
Treasury:								
Voted appropriations:								
Departmental support services	\$ 2,084	\$ 493	\$ 20	\$ 198	\$ 51	\$ 2,846	\$ 2,491	
Revenue collection and rebates	10,185	7,635	134,121	423	35	152,399	106,429	
Financial management, planning and central services	20,497	17,107	79,337	1,164	502	118,607	51,944	
Pension advice and appeals	277	99	—	40	—	416	332	
Financing of real estate/mortgages	—	—	—	—	—	—	70,258	
Financing - purchase of loans	—	—	—	—	34,651	34,651	—	
Less: capitalized as a voted non-budgetary disbursement	—	—	—	—	—	—	(70,001)	
	<u>33,043</u>	<u>25,334</u>	<u>213,478</u>	<u>1,825</u>	<u>35,239</u>	<u>308,919</u>	<u>161,453</u>	
Statutory appropriations:								
Treasury Revolving Fund	—	—	—	18	(9)	9	(5)	
Land Purchase Fund	—	—	—	(12,457)	(1,432)	(13,889)	(43,723)	
Farm Credit Stability Fund Act	—	—	69,268	—	—	69,268	25,775	
Small Business Term Assistance Fund Act	—	—	6,709	—	—	6,709	9,805	
Corporate tax interest refunds	—	—	—	—	6,504	6,504	6,370	
Debt servicing costs	—	—	101,379	—	779,334	880,713	575,594	
	<u>—</u>	<u>—</u>	<u>177,356</u>	<u>(12,439)</u>	<u>784,397</u>	<u>949,314</u>	<u>573,816</u>	
Department total	<u>33,043</u>	<u>25,334</u>	<u>390,834</u>	<u>(10,614)</u>	<u>819,636</u>	<u>1,258,233</u>	<u>735,269</u>	
	<u>\$ 1,279,877</u>	<u>\$ 1,498,771</u>	<u>\$ 8,091,413</u>	<u>\$ 130,720</u>	<u>\$ 819,810</u>	<u>\$11,820,591</u>	<u>\$10,753,187</u>	
Summary:								
Voted appropriations	\$ 1,279,877	\$ 1,496,815	\$ 7,900,934	\$ 102,022	\$ 52,752	\$10,832,400	\$10,153,750	
Statutory appropriations	—	1,956	190,479	28,698	767,058	988,191	599,437	
	<u>\$ 1,279,877</u>	<u>\$ 1,498,771</u>	<u>\$ 8,091,413</u>	<u>\$ 130,720</u>	<u>\$ 819,810</u>	<u>\$11,820,591</u>	<u>\$10,753,187</u>	

Schedule 2.14

DETAILS OF EXPENDITURE BY OBJECT

	In thousands						
	Legislative Assembly	Advanced Education	Agriculture	Attorney General	Career Development and Employment	Consumer and Corporate Affairs	Culture and Multi- culturalism
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 7,258	\$ 20,636	\$ 45,653	\$ 77,921	\$ 14,909	\$ 9,553	\$ 13,082
Salaries - non-permanent positions	214	9,609	4,443	3,052	11,735	545	1,897
Wages	718	3,656	7,321	2,001	19,865	487	945
Payments to contract employees	4,387	1,427	948	3,140	461	542	231
Employer contributions	1,501	3,917	6,666	14,484	4,249	1,349	1,932
Allowances and benefits	176	278	374	429	201	83	61
Total salaries, wages and employee benefits	14,254	39,523	65,405	101,027	51,420	12,559	18,148
Supplies and Services:							
Travel expenses	1,590	550	5,473	2,697	1,258	484	879
Transportation and maintenance of clients	—	63	—	—	15	—	—
Advertising	438	198	303	27	1,015	118	157
Insurance	—	5	4	4	5	—	4
Freight and postage	365	386	968	1,240	402	292	253
Contracts for construction	—	—	—	—	—	—	—
Rentals	821	630	1,389	966	849	208	413
Telephone and communications	474	190	733	462	258	86	168
Repairs and maintenance - machinery and equipment	199	528	1,061	1,613	588	178	507
Contract services including professional, technical and labour services	4,422	1,554	5,207	14,041	19,595	3,186	4,625
Data processing services	112	659	1,206	6,437	536	456	166
Hosting	160	39	157	76	49	32	60
Other purchased services	101	61	295	107	81	49	101
Materials and supplies	1,475	3,867	4,699	5,038	2,486	852	1,552
Total supplies and services	10,157	8,730	21,495	32,708	27,137	5,941	8,885
Grants:							
Grants to individuals	—	96,063	100,368	1,098	23,313	—	515
Grants to businesses	—	—	15,564	—	34,773	—	198
Grants to non-profit organizations	—	16,360	6,436	16,123	17,258	40	4,836
Grants to own funds and agencies	—	806,730	113,709	—	2,237	—	4,231
Grants to other levels of government	—	2,690	6,191	—	8,712	—	11,452
Other grants	4	—	—	—	—	—	—
Total grants	4	921,843	242,268	17,221	86,293	40	21,232
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	—	—	—
Purchase of machinery and equipment	—	140	793	3	91	—	105
Purchase of data processing equipment	1,210	1,491	2,449	1,073	574	241	215
Purchase of audio-visual equipment	3	34	75	—	51	2	56
Purchase of reproduction equipment	25	2	35	88	—	1	1
Purchase of office equipment	135	30	39	178	21	55	13
Purchase of furniture	43	52	3	16	17	3	57
Purchase of vehicles	—	—	—	—	—	—	—
Purchase of other assets	—	53	6	—	—	—	138
Total purchase of fixed assets	1,416	1,802	3,400	1,358	754	302	585
Other:							
Payments to Members of the Legislative Assembly and Executive Council	6,724	52	104	51	45	52	62
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	310	1	—	—	—	—
Implementation of guarantees	—	7,445	—	—	—	—	—
Write-offs and losses	—	—	—	1	—	—	—
Spurt Investment Fund	—	—	—	—	—	—	—
Purchase of loan	—	—	—	—	—	—	—
Revolving fund losses (profits)	—	—	—	—	—	—	18
Total other	6,724	7,807	105	52	45	52	80
	\$ 32,555	\$ 979,705	\$ 332,673	\$ 152,366	\$ 165,649	\$ 18,894	\$ 48,930
Summary:							
Voted appropriations	\$ 32,555	\$ 979,705	\$ 332,673	\$ 152,366	\$ 165,649	\$ 18,894	\$ 48,919
Statutory appropriations	—	—	—	—	—	—	11
	\$ 32,555	\$ 979,705	\$ 332,673	\$ 152,366	\$ 165,649	\$ 18,894	\$ 48,930

GENERAL REVENUE FUND

Schedule 2.14 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

	In thousands						
	Economic Development and Trade	Education	Energy	Environment	Executive Council	Family and Social Services	Federal and Inter- governmental Affairs
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 9,844	\$ 24,245	\$ 15,959	\$ 38,767	\$ 18,558	\$ 127,800	\$ 2,477
Salaries - non-permanent positions	872	3,038	981	1,833	1,544	19,590	351
Wages	415	2,257	1,435	3,025	1,761	22,272	1,389
Payments to contract employees	709	328	2,256	240	2,114	406	755
Employer contributions	1,442	3,622	2,582	5,105	2,781	19,622	760
Allowances and benefits	362	171	209	275	191	352	678
Total salaries, wages and employee benefits	13,644	33,661	23,422	49,245	26,949	190,042	6,410
Supplies and Services:							
Travel expenses	1,556	3,003	976	2,262	1,852	4,287	871
Transportation and maintenance of clients	105	—	—	—	66	151,313	—
Advertising	900	95	17	312	1,334	149	159
Insurance	—	5	5	19	2	14	1
Freight and postage	349	1,005	245	296	451	1,514	166
Contracts for construction	—	—	—	2,239	—	—	—
Rentals	453	540	713	4,112	721	1,183	203
Telephone and communications	226	240	96	330	215	838	230
Repairs and maintenance - machinery and equipment	95	483	228	1,169	428	1,003	71
Contract services including professional, technical and labour services	5,962	13,110	3,624	14,520	6,519	34,029	452
Data processing services	380	692	5,451	667	431	3,306	7
Hosting	305	68	83	41	335	46	249
Other purchased services	98	6	228	556	159	621	11
Materials and supplies	794	4,661	852	2,688	2,522	9,340	419
Total supplies and services	11,223	23,908	12,518	29,211	15,035	207,643	2,839
Grants:							
Grants to individuals	12	155	400	7,184	23,835	932,883	—
Grants to businesses	3,733	33	6,487	610	1,833	—	—
Grants to non-profit organizations	3,026	35,333	1,394	931	2,287	2,486	307
Grants to own funds and agencies	11,606	1,026,684	42,198	25,328	32,105	—	—
Grants to other levels of government	396	269,262	—	8,445	983	32,631	—
Other grants	—	—	10,550	40	234	—	—
Total grants	18,773	1,331,467	61,029	42,538	61,277	968,000	307
Purchase of Fixed Assets:							
Purchase of real estate	—	—	—	—	—	—	—
Purchase of machinery and equipment	—	62	1	977	1,002	129	—
Purchase of data processing equipment	409	605	829	1,088	731	4,999	209
Purchase of audio-visual equipment	29	58	1	13	27	31	—
Purchase of reproduction equipment	—	8	—	1	—	—	—
Purchase of office equipment	3	28	21	36	19	105	62
Purchase of furniture	—	1	23	1	3	170	32
Purchase of vehicles	—	—	—	426	—	—	—
Purchase of other assets	8	22	—	7	328	3	—
Total purchase of fixed assets	449	784	875	2,549	2,110	5,437	303
Other:							
Payments to Members of the Legislative Assembly and Executive Council	48	51	77	51	173	125	47
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	—	—	—	—	—	3
Implementation of guarantees	—	—	—	—	—	—	—
Write-offs and losses	—	—	—	—	—	—	1
Spurt Investment Fund	—	—	—	—	—	—	—
Purchase of loan	—	—	—	—	—	—	—
Revolving fund losses (profits)	—	(1,187)	—	(401)	—	—	—
Total other	48	(1,136)	77	(350)	173	125	51
	\$ 44,137	\$ 1,388,684	\$ 97,921	\$ 123,193	\$ 105,544	\$ 1,371,247	\$ 9,910
Summary:							
Voted appropriations	\$ 44,137	\$ 1,387,724	\$ 97,921	\$ 123,169	\$ 105,544	\$ 1,371,247	\$ 9,910
Statutory appropriations	—	960	—	24	—	—	—
	\$ 44,137	\$ 1,388,684	\$ 97,921	\$ 123,193	\$ 105,544	\$ 1,371,247	\$ 9,910

Schedule 2.14 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

	In thousands						
	Forestry, Lands and Wildlife	Health	Labour	Municipal Affairs	Public Works, Supply and Services	Recreation and Parks	Solicitor General
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 62,423	\$ 53,856	\$ 24,178	\$ 25,451	\$ 57,915	\$ 17,763	\$ 84,755
Salaries - non-permanent positions	5,806	3,740	674	3,140	6,666	1,857	2,488
Wages	21,594	5,798	392	3,117	4,241	9,088	5,580
Payments to contract employees	196	901	602	452	315	165	237
Employer contributions	9,226	7,724	3,126	3,794	8,659	2,896	11,370
Allowances and benefits	1,209	248	113	217	363	513	253
Total salaries, wages and employee benefits	100,454	72,267	29,085	36,171	78,159	32,282	104,683
Supplies and Services:							
Travel expenses	2,584	1,985	1,642	2,503	2,381	1,043	1,314
Transportation and maintenance of clients	—	6,554	—	1	1	—	121
Advertising	519	1,191	401	315	166	206	262
Insurance	37	—	131	5	23	26	9
Freight and postage	499	2,689	247	329	1,451	154	1,304
Contracts for construction	1,783	—	—	33	60,506	5,829	—
Rentals	20,940	466	304	563	86,308	1,729	750
Telephone and communications	2,667	349	135	443	37,337	957	287
Repairs and maintenance - machinery and equipment	6,513	660	146	2,340	2,805	1,158	1,565
Contract services including professional, technical and labour services	19,647	9,389	2,073	5,531	51,685	5,948	98,433
Data processing services	2,104	7,590	1,035	2,210	1,909	141	4,897
Hosting	124	51	43	48	22	33	20
Other purchased services	2,327	148	22	305	21,154	989	216
Materials and supplies	10,270	8,392	1,098	2,038	8,193	4,252	7,251
Total supplies and services	70,014	39,464	7,277	16,664	273,941	22,465	116,429
Grants:							
Grants to individuals	627	55,799	4	148,572	283	8	—
Grants to businesses	287	64,843	—	477	—	51	—
Grants to non-profit organizations	2,332	48,286	62	9,933	3,304	16,588	247
Grants to own funds and agencies	—	2,552,580	—	178,474	40,889	128	7,076
Grants to other levels of government	10,546	141,287	—	230,603	38,471	19,326	30,922
Other grants	195	1	—	—	—	—	—
Total grants	13,987	2,862,796	66	568,059	82,947	36,101	38,245
Purchase of Fixed Assets:							
Purchase of real estate	40	—	—	—	48,470	—	—
Purchase of machinery and equipment	1,347	187	57	3,319	605	380	309
Purchase of data processing equipment	2,364	816	726	2,680	18,093	315	774
Purchase of audio-visual equipment	64	19	6	6	4	114	37
Purchase of reproduction equipment	20	7	—	—	31	—	2
Purchase of office equipment	67	47	72	38	(125)	20	40
Purchase of furniture	3	7	1	—	5,443	4	5
Purchase of vehicles	24	—	—	—	8,656	—	—
Purchase of other assets	235	7	17	—	32	36	45
Total purchase of fixed assets	4,164	1,090	879	6,043	81,209	869	1,212
Other:							
Payments to Members of the Legislative Assembly and Executive Council	66	66	51	66	52	54	52
Pension payments	—	—	—	—	—	—	—
Interest and bank charges	—	—	—	818	—	—	—
Implementation of guarantees	—	—	—	—	—	—	—
Write-offs and losses	—	—	—	1	—	—	—
Spurt Investment Fund	—	—	—	—	—	—	—
Purchase of loan	—	—	—	—	—	—	—
Revolving fund losses (profits)	(128)	—	31	—	(8,220)	(13)	—
Total other	(62)	66	82	885	(8,168)	41	52
	\$ 188,557	\$ 2,975,683	\$ 37,389	\$ 627,822	\$ 508,088	\$ 91,758	\$ 260,621
Summary:							
Voted appropriations	\$ 188,790	\$ 2,962,560	\$ 37,355	\$ 627,822	\$ 491,047	\$ 91,775	\$ 260,621
Statutory appropriations	(233)	13,123	34	—	17,041	(17)	—
	\$ 188,557	\$ 2,975,683	\$ 37,389	\$ 627,822	\$ 508,088	\$ 91,758	\$ 260,621

GENERAL REVENUE FUND

Schedule 2.14 (cont'd)

DETAILS OF EXPENDITURE BY OBJECT (cont'd)

	In thousands					Total 1990	Total 1989
	Technology, Research and Telecommu- nications	Tourism	Transporta- tion and Utilities	Treasury			
Salaries, Wages and Employee Benefits:							
Salaries - permanent positions	\$ 1,662	\$ 4,858	\$ 81,650	\$ 26,387	\$ 867,560	\$ 813,021	
Salaries - non-permanent positions	23	1,309	13,626	1,583	100,616	70,506	
Wages	186	709	28,237	911	147,400	170,088	
Payments to contract employees	305	377	268	209	21,971	24,238	
Employer contributions	270	854	12,712	3,701	134,344	121,747	
Allowances and benefits	28	118	832	252	7,986	7,245	
Total salaries, wages and employee benefits	2,474	8,225	137,325	33,043	1,279,877	1,206,845	
Supplies and Services:							
Travel expenses	297	872	7,707	575	50,641	56,243	
Transportation and maintenance of clients	—	210	—	—	158,449	141,291	
Advertising	365	3,295	1,378	34	13,354	19,653	
Insurance	—	2	55	5,352	5,708	6,710	
Freight and postage	34	583	815	1,024	17,061	16,750	
Contracts for construction	—	—	256,642	—	327,032	307,397	
Rentals	83	157	76,079	295	200,875	218,953	
Telephone and communications	17	105	3,068	119	50,030	47,728	
Repairs and maintenance - machinery and equipment	5	178	2,645	320	26,486	27,086	
Contract services including professional, technical and labour services	1,263	7,787	16,476	8,631	357,709	346,291	
Data processing services	48	53	3,578	6,839	50,910	51,862	
Hosting	73	254	32	60	2,460	2,061	
Other purchased services	2	332	7,119	938	36,026	32,598	
Materials and supplies	250	1,775	116,119	1,147	202,030	185,334	
Total supplies and services	2,437	15,603	491,713	25,334	1,498,771	1,459,957	
Grants:							
Grants to individuals	—	18	15,041	213,357	1,619,535	1,446,512	
Grants to businesses	3,967	4,227	18,375	—	155,458	163,024	
Grants to non-profit organizations	4,446	1,689	3,270	35	197,009	184,241	
Grants to own funds and agencies	42,361	—	6,683	177,442	5,070,461	4,660,285	
Grants to other levels of government	—	321	219,031	—	1,031,269	967,312	
Other grants	6,657	—	—	—	17,681	10,697	
Total grants	57,431	6,255	262,400	390,834	8,091,413	7,432,071	
Purchase of Fixed Assets:							
Purchase of real estate	—	—	3,982	(12,457)	40,035	70,227	
Purchase of machinery and equipment	—	3	1,217	—	10,727	8,762	
Purchase of data processing equipment	62	489	2,842	1,781	47,065	39,867	
Purchase of audio-visual equipment	—	27	16	42	715	463	
Purchase of reproduction equipment	—	—	5	6	232	429	
Purchase of office equipment	2	4	35	1	946	1,269	
Purchase of furniture	—	3	1	13	5,901	4,470	
Purchase of vehicles	—	—	14,950	—	24,056	22,849	
Purchase of other assets	—	61	45	—	1,043	3,688	
Total purchase of fixed assets	64	587	23,093	(10,614)	130,720	152,024	
Other:							
Payments to Members of the Legislative Assembly and Executive Council	53	65	52	52	8,291	7,260	
Pension payments	—	—	—	14	14	15	
Interest and bank charges	—	—	—	786,361	787,493	528,717	
Implementation of guarantees	—	—	—	—	7,445	8,452	
Write-offs and losses	—	—	—	—	3	5	
Spurt Investment Fund	695	—	—	—	695	216	
Purchase of loan	—	—	—	34,651	34,651	—	
Revolving fund losses (profits)	—	—	(7,440)	(1,442)	(18,782)	(42,375)	
Total other	748	65	(7,388)	819,636	819,810	502,290	
	\$ 63,154	\$ 30,735	\$ 907,143	\$ 1,258,233	\$ 11,820,591	\$ 10,753,187	
Summary:							
Voted appropriations	\$ 63,154	\$ 30,735	\$ 899,209	\$ 308,919	\$ 10,832,400	\$ 10,153,750	
Statutory appropriations	—	—	7,934	949,314	988,191	599,437	
	\$ 63,154	\$ 30,735	\$ 907,143	\$ 1,258,233	\$ 11,820,591	\$ 10,753,187	

Schedule 2.15

BUDGETARY EXPENDITURE - VALUATION ADJUSTMENTS

	In thousands		1989
	1990		
	Budget	Expenditure	Expenditure
Provision for doubtful accounts and loans	\$119,400	\$171,944	\$ 99,712
Write-down of long-term investments	—	34,475	19,510
Amortization of deferred unrealized exchange gains and losses on debt payable in United States dollars	—	16,038	16,024
Provision for reduction of marketable securities to aggregate market value	—	614	383
	<u>\$119,400</u>	<u>\$223,071</u>	<u>\$135,629</u>

Schedule 2.16

NET TRANSFER TO THE PENSION FUND

	In thousands						1990 Total	1989 Total
	Local Authorities Pension Plan Act	Members of the Legislative Assembly Pension Plan Act	Public Service Management Pension Plan Act	Public Service Pension Plan Act	Special Forces Pension Plan Act	Universities Academic Pension Plan Act		
Receipts:								
Contributions:								
Employees	\$112,227	\$ —	\$ 13,544	\$ 66,355	\$ 7,665	\$17,834	\$217,625	\$195,937
Employers	128,676	—	22,861	64,205	8,579	18,443	242,764	219,900
Members of Legislative Assembly	—	539	—	—	—	—	539	395
Province of Alberta	—	496	—	—	—	—	496	377
Miscellaneous	42	—	—	1	—	3	46	45
	<u>240,945</u>	<u>1,035</u>	<u>36,405</u>	<u>130,561</u>	<u>16,244</u>	<u>36,280</u>	<u>461,470</u>	<u>416,654</u>
Payments:								
Benefits	133,488	2,508	41,250	84,529	11,414	22,745	295,934	271,645
Withdrawals	21,505	47	2,505	16,182	907	4,290	45,436	56,355
	<u>154,993</u>	<u>2,555</u>	<u>43,755</u>	<u>100,711</u>	<u>12,321</u>	<u>27,035</u>	<u>341,370</u>	<u>328,000</u>
Net transfer to the Pension Fund	<u>\$ 85,952</u>	<u>\$ (1,520)</u>	<u>\$ (7,350)</u>	<u>\$ 29,850</u>	<u>\$ 3,923</u>	<u>\$ 9,245</u>	<u>\$120,100</u>	
1989 comparative figures	<u>\$ 77,589</u>	<u>\$ (1,210)</u>	<u>\$ (19,458)</u>	<u>\$ 18,293</u>	<u>\$ 5,157</u>	<u>\$ 8,283</u>		<u>\$ 88,654</u>

GENERAL REVENUE FUND

Schedule 2.17

GUARANTEED LIABILITIES OF GOVERNMENT ENTITIES

	Held by Alberta Heritage Savings Trust Fund	Held by Farm Credit Stability and Small Business Term Assistance Funds	In thousands		Total 1990	Total 1989
			Held by Alberta Provincial Corporation Loan Fund	Held by Others		
Debtentures:						
Alberta Municipal Financing Corporation	\$ 710,000	\$ —	\$ —	\$ 4,908,128	\$ 5,618,128	\$ 5,663,358
Alberta Mortgage and Housing Corporation	2,925,905	—	—	107,870	3,033,775	3,242,621
Alberta Government Telephones Commission	1,200,000	—	—	1,335,985	2,535,985	2,395,229
Alberta Resources Railway Corporation	—	—	—	70,000	70,000	70,000
	<u>4,835,905</u>	<u>—</u>	<u>—</u>	<u>6,421,983</u>	<u>11,257,888</u>	<u>11,371,208</u>
Deposits:						
Treasury Branches Deposits Fund	—	650,460	—	6,211,083	6,861,543	6,817,029
Promissory Notes:						
Alberta Government Telephones Commission	—	—	289,381	—	289,381	232,089
Alberta Mortgage and Housing Corporation	—	—	11,866	—	11,866	9,946
	<u>—</u>	<u>—</u>	<u>301,247</u>	<u>—</u>	<u>301,247</u>	<u>242,035</u>
Bank Loans and Other Liabilities:						
Alberta Terminals Ltd.	—	—	—	1,000	1,000	1,000
Alberta Terminals Canola Crushers Ltd.	—	—	—	8,316	8,316	13,282
	<u>—</u>	<u>—</u>	<u>—</u>	<u>9,316</u>	<u>9,316</u>	<u>14,282</u>
	<u>\$4,835,905</u>	<u>\$650,460</u>	<u>\$301,247</u>	<u>\$12,642,382</u>	<u>\$18,429,994</u>	<u>\$18,444,554</u>

Note 1 Guarantees include principal borrowings only and exclude guaranteed interest, the amount of which is not determinable.

Note 2 The net asset positions from the most recent audited financial statements of government entities with guaranteed liabilities are reported below, to assist in an assessment of whether they have sufficient assets to meet their liabilities.

Entity	Date	Position	In thousands	
			1990	1989
Alberta Municipal Financing Corporation	December 31, 1989	Shareholders' equity	\$ 719,518	\$ 655,918
Alberta Mortgage and Housing Corporation	March 31, 1990	Deficit	\$ (580,762)	\$ (579,109)
Alberta Government Telephones Commission	December 31, 1989	Retained earnings	\$ 229,130	\$ 172,497
Alberta Resources Railway Corporation	December 31, 1989		\$ —	\$ —
Treasury Branches Deposits Fund	March 31, 1990	Deficit	\$ (140,219)	\$ (149,365)
Alberta Terminals Ltd.	July 31, 1989	Shareholder's equity	\$ 22,074	\$ 21,347
Alberta Terminals Canola Crushers Ltd.	July 31, 1989	Shareholders' equity	\$ 5,994	\$ 7,937

Schedule 2.18

OTHER DEBENTURE AND LOAN GUARANTEES

	In thousands	
	1990	1989
Debentures:		
AEC Power Limited	\$ 186,383	\$ 202,353
Vencap Equities Alberta Ltd.	40,000	40,000
Chembiomed Ltd.	<u>12,500</u>	<u>12,500</u>
	<u>238,883</u>	<u>254,853</u>
Bank, Treasury Branch and Credit Union Loans:		
Farm Credit Stability Fund Act	1,074,152	688,273
Small Business Term Assistance Fund Act	293,329	260,307
Weldwood of Canada Limited	237,796	133,440
Students Loan Guarantee Act	126,639	121,345
Alberta Newsprint Funding Corporation	125,190	—
354713 Alberta Ltd.	109,636	98,300
Magnesium Company of Canada Ltd.	96,400	22,000
Slave Lake Pulp Partnership	58,000	—
Gainers Properties Inc.	57,346	58,872
Alberta family first home program	50,881	—
Export program	31,701	34,307
Feeder associations	24,402	23,093
Agricultural Societies Act	15,854	17,673
Lakeside Centennial Corporation	15,000	15,000
Northern Steel Inc.	14,527	3,005
Fletcher's Fine Foods Ltd.	12,872	12,953
397706 Alberta Ltd.	12,000	—
Ribbon Creek Alpine Village	10,259	9,750
Alberta-Pacific Terminals Ltd.	8,291	7,022
Gainers Inc.	7,122	—
Peace River Fertilizer Inc.	6,413	6,000
Alberta capital loan program	4,666	—
Sunpine Forest Products Ltd.	4,465	5,100
Alert Disaster Control Inc.	4,450	4,452
Irrigation Act	4,075	4,314
General Composites Canada Ltd.	3,000	2,978
Sprung Instant Structures Ltd.	3,000	3,000
Centre for Frontier Engineering Research	2,893	—
Ski Kananaskis Inc.	2,567	2,242
Stampeder Football Club Ltd.	2,517	1,472
Rural utilities loans	2,472	2,819
Ski-Free Marine Inc.	2,416	1,718
Alberta Whitewood Industries Ltd.	2,295	—
Agra Industries Ltd.	2,000	—
XL Food Systems Ltd.	1,500	1,500
Edmonton Space Sciences Foundation	1,103	1,150
Atlas Lumber (Alberta) Ltd.	954	1,027
Saprae Creek Cooperative Ltd.	938	1,378
Canadian Professional Munitions Ltd.	800	792
Peat Marwick Thorne Inc.	800	—
Nortech Surveys (Canada) Inc.	700	700
Regional Planning Commissions	626	709
Universal Industries Ltd.	600	—
Small grain dealers program	560	5,280
Smoky River Coal Limited	542	3,500
Department of Culture and Multiculturalism Act	517	1,359
Farm implement dealers program	469	576
Teknica Resource Development Ltd.	400	400
Tycor International Inc.	300	—
Frenger Canada Inc.	231	180
Score Energy Products Inc.	198	—
LDM Enterprises Ltd.	111	—
Pine Creek Marine Ltd.	30	29
Co-operative marketing associations	13	40
Intera Radar Service Inc.	—	10,000
General Systems Research Inc.	—	8,167
Ventech Healthcare Inc.	—	4,500
Norstar Recreation Products Ltd.	—	960
Polynova Systems Inc.	—	696
Continental Canal Systems Alberta Inc.	—	250
	<u>2,440,018</u>	<u>1,582,628</u>

GENERAL REVENUE FUND

Schedule 2.18 (cont'd)

OTHER DEBENTURE AND LOAN GUARANTEES (cont'd)

	In thousands	
	1990	1989
Federal Loans:		
Agricultural Societies Act	\$ 15,203	\$ 15,805
Federal-provincial employment loans program	<u>1,505</u>	<u>1,932</u>
	<u>16,708</u>	<u>17,737</u>
Mortgage Loans:		
University of Alberta	2,539	2,591
University of Lethbridge	2,165	2,179
University of Calgary	1,721	1,752
Banff Centre for Continuing Education	<u>1,644</u>	<u>1,646</u>
	<u>8,069</u>	<u>8,168</u>
	<u>\$2,703,678</u>	<u>\$1,863,386</u>

SECTION 3

1989-90

PUBLIC ACCOUNTS

GENERAL REVENUE FUND EXPENDITURE AND REVENUE BY DEPARTMENT

Contents:	Page
Introduction	3.2
3.1 Legislative Assembly	3.3
3.2 Advanced Education	3.7
3.3 Agriculture	3.11
3.4 Attorney General	3.17
3.5 Career Development and Employment	3.23
3.6 Consumer and Corporate Affairs	3.27
3.7 Culture and Multiculturalism	3.31
3.8 Economic Development and Trade	3.36
3.9 Education	3.41
3.10 Energy	3.45
3.11 Environment	3.50
3.12 Executive Council	3.55
3.13 Family and Social Services	3.61
3.14 Federal and Intergovernmental Affairs	3.65
3.15 Forestry, Lands and Wildlife	3.69
3.16 Health	3.75
3.17 Labour	3.82
3.18 Municipal Affairs	3.87
3.19 Public Works, Supply and Services	3.94
3.20 Recreation and Parks	3.103
3.21 Solicitor General	3.108
3.22 Technology, Research and Telecommunications	3.114
3.23 Tourism	3.118
3.24 Transportation and Utilities	3.122
3.25 Treasury	3.129

GENERAL REVENUE FUND EXPENDITURE AND
REVENUE BY DEPARTMENT
FOR THE YEAR ENDED MARCH 31, 1990

Introduction:

Section 77(2)(b) of the Financial Administration Act requires the Public Accounts to include "a summary of expenditures made under each appropriation".

The expenditure statements in this section show, for each department, details of voted and, where applicable, statutory expenditure by program and sub-program, and by program and object. Actual expenditure is compared to the funds provided in the original estimates, subsequently reduced or increased by prior year liabilities and special warrants, and adjusted by transfers between sub-programs and/or objects of expenditure.

A statement of revenue is also included for each department.

The statements in this section are an integral part of the General Revenue Fund financial statements in Section 2.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Legislative Assembly is the Parliament of Alberta, consisting of members who are elected by the people of Alberta. Through them Albertans make Provincial laws and provide money needed by the Government for the present and future good of the people of the Province. In keeping with the time-honoured tradition of parliamentary self-government, the Lieutenant Governor gives assent to the laws so made by Albertans.

Statement No. 3.1.1

LEGISLATIVE ASSEMBLY
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Support to the Legislative Assembly	\$ 18,507,505	\$ (329,781)	\$ 2,213,752	\$ —	\$ 20,391,476	\$ 19,869,445	\$ 522,031
2	Office of the Auditor General	10,948,811	—	—	—	10,948,811	10,524,774	424,037
3	Office of the Ombudsman	1,107,490	—	167,000	—	1,274,490	1,213,300	61,190
4	Office of the Chief Electoral Officer	4,262,250	—	—	—	4,262,250	947,571	3,314,679
	TOTAL 1990	<u>\$ 34,826,056</u>	<u>\$ (329,781)(a)</u>	<u>\$ 2,380,752</u>	<u>\$ —</u>	<u>\$ 36,877,027</u>	<u>\$ 32,555,090</u>	<u>\$ 4,321,937</u>
	TOTAL 1989	<u>\$ 31,378,722</u>	<u>\$ —</u>	<u>\$ 4,547,700</u>	<u>\$ —</u>	<u>\$ 35,926,422</u>	<u>\$ 34,654,692</u>	<u>\$ 1,271,730</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.1.2

LEGISLATIVE ASSEMBLY
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Support to the Legislative Assembly							
	Salaries, wages and employee benefits	\$ 4,443,569	\$ —	\$ 105,509	\$ 1,037,681	\$ 5,586,759	\$ 5,641,743	\$ (54,984)
	Supplies and services	7,761,522	—	352,691	(1,281,556)	6,832,657	6,624,892	207,765
	Grants	8,000	—	—	—	8,000	4,000	4,000
	Purchase of fixed assets	402,655	—	3,000	534,875	940,530	874,493	66,037
	Other	5,891,759	(329,781)	1,752,552	(291,000)	7,023,530	6,724,317	299,213
	TOTAL 1990	\$ 18,507,505	\$ (329,781)	\$ 2,213,752	\$ —	\$ 20,391,476	\$ 19,869,445	\$ 522,031
	TOTAL 1989	\$ 15,828,149	\$ —	\$ 480,100	\$ —	\$ 16,308,249	\$ 16,638,030	\$ (329,781)
2	Office of the Auditor General							
	Salaries, wages and employee benefits	\$ 7,874,146	\$ —	\$ —	\$ (285,000)	\$ 7,589,146	\$ 7,418,612	\$ 170,534
	Supplies and services	2,927,050	—	—	—	2,927,050	2,702,280	224,770
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	147,615	—	—	285,000	432,615	403,882	28,733
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 10,948,811	\$ —	\$ —	\$ —	\$ 10,948,811	\$ 10,524,774	\$ 424,037
	TOTAL 1989	\$ 10,161,546	\$ —	\$ —	\$ —	\$ 10,161,546	\$ 9,800,367	\$ 361,179
3	Office of the Ombudsman							
	Salaries, wages and employee benefits	\$ 885,590	\$ —	\$ 18,000	\$ (120,000)	\$ 783,590	\$ 789,242	\$ (5,652)
	Supplies and services	216,900	—	141,800	—	358,700	293,788	64,912
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	5,000	—	7,200	120,000	132,200	130,270	1,930
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,107,490	\$ —	\$ 167,000	\$ —	\$ 1,274,490	\$ 1,213,300	\$ 61,190
	TOTAL 1989	\$ 1,120,800	\$ —	\$ 70,000	\$ —	\$ 1,190,800	\$ 1,150,186	\$ 40,614
4	Office of the Chief Electoral Officer							
	Salaries, wages and employee benefits	\$ 380,025	\$ —	\$ —	\$ 27,000	\$ 407,025	\$ 404,464	\$ 2,561
	Supplies and services	3,874,725	—	—	(27,000)	3,847,725	535,997	3,311,728
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	7,500	—	—	—	7,500	7,110	390
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 4,262,250	\$ —	\$ —	\$ —	\$ 4,262,250	\$ 947,571	\$ 3,314,679
	TOTAL 1989	\$ 4,268,227	\$ —	\$ 3,997,600	\$ —	\$ 8,265,827	\$ 7,066,109	\$ 1,199,718
	Department Total 1990	\$ 34,826,056	\$ (329,781)(a)	\$ 2,380,752	\$ —	\$ 36,877,027	\$ 32,555,090	\$ 4,321,937
	Department Total 1989	\$ 31,378,722	\$ —	\$ 4,547,700	\$ —	\$ 35,926,422	\$ 34,654,692	\$ 1,271,730

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.1.3

LEGISLATIVE ASSEMBLY
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Support to the Legislative Assembly		
1.0.1	Administration	\$ 518,387	\$ 423,807
1.0.2	House services	1,185,311	1,136,336
1.0.3	M.L.A. administration	12,126,822	13,424,336
1.0.4	Speaker and deputy speaker - office services	301,718	304,767
1.0.5	Government members' services	1,116,000	1,131,432
1.0.6	Official opposition services	855,410	889,687
1.0.7	Liberal Party services	448,880	517,209
1.0.9	Legislature committees	234,967	474,332
1.0.10	Legislative interns	93,893	83,630
1.0.11	Hansard	715,729	636,762
1.0.12	Legislature library	910,388	847,147
		<u>18,507,505</u>	<u>19,869,445</u>
2	Office of the Auditor General		
2.0.1	Office of the Auditor General	10,948,811	10,524,774
3	Office of the Ombudsman		
3.0.1	Edmonton office	885,030	1,002,161
3.0.2	Calgary office	222,460	211,139
		<u>1,107,490</u>	<u>1,213,300</u>
4	Office of the Chief Electoral Officer		
4.0.1	Administrative support	406,580	418,152
4.0.2	Elections	75,000	492,692
4.0.3	Enumerations	3,780,670	36,727
		<u>4,262,250</u>	<u>947,571</u>
	Department Total	<u>\$ 34,826,056</u>	<u>\$ 32,555,090</u>

LEGISLATIVE ASSEMBLY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Fees, Permits and Licences:		
Audit fees	\$685,109	\$642,535
Other	<u>3,940</u>	<u>2,800</u>
	<u>689,049</u>	<u>645,335</u>
Other Revenue:		
Refunds of expenditure	98,262	81,764
Miscellaneous	<u>64,845</u>	<u>52,029</u>
	<u>163,107</u>	<u>133,793</u>
Total revenue	<u><u>\$852,156</u></u>	<u><u>\$779,128</u></u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Advanced Education is responsible for the establishment, operation, administration and coordination of higher and further education programs, services and institutions; and for the development and implementation of government programs to ensure that Albertans, according to individual interests and capabilities, have the opportunity to participate in post-secondary education.

Statement No. 3.2.1

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 3,244,321	\$ —	\$ —	\$ —	\$ 3,244,321	\$ 3,180,906	\$ 63,415
2	Assistance to Higher and Further Educational Institutions							
2.1	Program Support	48,854,937	—	—	(2,316,863)	46,538,074	41,950,985	4,587,089
2.2	Provincially Administered Institutions - Operating	36,192,822	—	—	(221,259)	35,971,563	35,618,390	353,173
2.3	Private Colleges - Operating	5,471,107	—	—	925,745	6,396,852	6,396,852	—
2.4	Technical Institutes - Operating	127,313,933	—	—	176,541	127,490,474	127,490,474	—
2.5	Public Colleges - Operating	160,199,594	—	—	774,328	160,973,922	160,962,187	11,735
2.6	Universities - Operating	441,413,437	—	—	330,249	441,743,686	441,743,686	—
2.7	Hospital-Based Nursing Education - Operating	13,072,092	—	—	—	13,072,092	13,069,092	3,000
2.8	Post-Secondary Institutions - Capital	43,700,063	—	—	331,259	44,031,322	43,440,306	591,016
		<u>876,217,985</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>876,217,985</u>	<u>870,671,972</u>	<u>5,546,013</u>
3	Financial Assistance to Students	108,391,400	—	—	—	108,391,400	105,851,912	2,539,488
	TOTAL 1990	<u>\$ 987,853,706</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 987,853,706</u>	<u>\$ 979,704,790</u>	<u>\$ 8,148,916</u>
	TOTAL 1989 (a)	<u>\$ 916,504,673</u>	<u>\$ —</u>	<u>\$ 61,818,400</u>	<u>\$ —</u>	<u>\$ 978,323,073</u>	<u>\$ 977,017,823</u>	<u>\$ 1,305,250</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,281,881	\$ —	\$ —	\$ (7,000)	\$ 2,274,881	\$ 2,250,138	\$ 24,743
	Supplies and services	857,155	—	—	—	857,155	819,582	37,573
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	60,670	—	—	—	60,670	59,729	941
	Other	44,615	—	—	7,000	51,615	51,457	158
	TOTAL 1990	\$ 3,244,321	\$ —	\$ —	\$ —	\$ 3,244,321	\$ 3,180,906	\$ 63,415
	TOTAL 1989 (a)	\$ 3,196,067	\$ —	\$ —	\$ —	\$ 3,196,067	\$ 3,249,261	\$ (53,194)
2	Assistance to Higher and Further Educational Institutions							
	Salaries, wages and employee benefits	\$ 34,862,092	\$ —	\$ —	\$ (134,766)	\$ 34,727,326	\$ 33,836,758	\$ 890,568
	Supplies and services	6,352,185	—	—	(136,360)	6,215,825	6,628,575	(412,750)
	Grants	833,955,708	—	—	(411,820)	833,543,888	828,504,742	5,039,146
	Purchase of fixed assets	1,048,000	—	—	682,946	1,730,946	1,701,897	29,049
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 876,217,985	\$ —	\$ —	\$ —	\$ 876,217,985	\$ 870,671,972	\$ 5,546,013
	TOTAL 1989 (a)	\$ 801,246,606	\$ —	\$ 58,818,400	\$ —	\$ 860,065,006	\$ 859,553,764	\$ 511,242
3	Financial Assistance to Students							
	Salaries, wages and employee benefits	\$ 3,463,906	\$ —	\$ —	\$ —	\$ 3,463,906	\$ 3,436,159	\$ 27,747
	Supplies and services	1,501,694	—	—	—	1,501,694	1,282,040	219,654
	Grants	96,377,700	—	—	(1,000,000)	95,377,700	93,338,195	2,039,505
	Purchase of fixed assets	41,400	—	—	—	41,400	40,384	1,016
	Other	7,006,700	—	—	1,000,000	8,006,700	7,755,134	251,566
	TOTAL 1990	\$ 108,391,400	\$ —	\$ —	\$ —	\$ 108,391,400	\$ 105,851,912	\$ 2,539,488
	TOTAL 1989	\$ 112,062,000	\$ —	\$ 3,000,000	\$ —	\$ 115,062,000	\$ 114,214,798	\$ 847,202
	Department Total 1990	\$ 987,853,706	\$ —	\$ —	\$ —	\$ 987,853,706	\$ 979,704,790	\$ 8,148,916
	Department Total 1989 (a)	\$ 916,504,673	\$ —	\$ 61,818,400	\$ —	\$ 978,323,073	\$ 977,017,823	\$ 1,305,250

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.2.3

ADVANCED EDUCATION
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 205,672	\$ 207,768
1.0.2	Minister's committees	230,800	170,915
1.0.3	General administration	2,807,849	2,802,223
		<u>3,244,321</u>	<u>3,180,906</u>
2	Assistance to Higher and Further Educational Institutions		
2.1	Program Support		
2.1.1	Program administration	3,231,205	3,274,385
2.1.2	Program development	5,100,891	3,959,049
2.1.3	Community consortia	4,314,184	4,303,814
2.1.4	Special purpose grants	4,996,890	4,821,823
2.1.5	Further education	5,936,381	5,952,266
2.1.6	Cost-shared programs	3,768,842	3,936,265
2.1.7	Endowment and Incentive Fund	15,798,000	11,405,723
2.1.8	Other program support	5,708,544	4,297,660
2.2	Provincially Administered Institutions - Operating		
2.2.1	Service funding	1,014,137	496,211
2.2.2	Alberta Vocational Centre - Calgary	8,118,695	8,015,222
2.2.3	Alberta Vocational Centre - Edmonton	10,914,209	10,673,992
2.2.4	Alberta Vocational Centre - Lesser Slave Lake	9,472,389	9,558,151
2.2.5	Alberta Vocational Centre - Lac La Biche	6,673,392	6,874,814
2.3	Private Colleges - Operating		
2.3.1	Camrose Lutheran College	2,451,428	2,698,473
2.3.2	Canadian Union College	376,304	396,304
2.3.3	Concordia College	2,183,739	2,627,089
2.3.4	The King's College	459,636	674,986
2.4	Technical Institutes - Operating		
2.4.1	Northern Alberta Institute of Technology	64,160,663	64,234,263
2.4.2	Southern Alberta Institute of Technology	57,559,021	57,633,162
2.4.3	Westerra Institute of Technology	5,594,249	5,623,049
2.5	Public Colleges - Operating		
2.5.1	Alberta College of Art	5,521,420	5,521,420
2.5.2	Fairview College	9,248,512	10,159,083
2.5.3	Grande Prairie Regional College	11,236,067	11,211,152
2.5.4	Grant MacEwan Community College	22,908,402	22,701,124
2.5.5	Keyano College	14,259,852	14,271,441
2.5.6	Lakeland College	14,164,385	13,954,661
2.5.7	Lethbridge Community College	15,203,415	15,265,015
2.5.8	Medicine Hat College	10,616,508	10,616,508
2.5.9	Mount Royal College	28,304,493	28,376,443
2.5.10	Olds College	11,116,409	11,116,409
2.5.11	Red Deer College	17,620,131	17,768,931

Vote and Ref. No.	Program/Element	Estimates	Expended
2.6	Universities - Operating		
2.6.1	Athabasca University	\$ 15,393,151	\$ 15,477,951
2.6.2	University of Alberta	237,283,019	237,251,666
2.6.3	University of Calgary	144,285,056	144,524,258
2.6.4	University of Lethbridge	31,791,993	31,829,593
2.6.5	Banff Centre	12,660,218	12,660,218
2.7	Hospital-Based Nursing Education - Operating		
2.7.1	Alberta Hospital Edmonton	602,914	602,914
2.7.2	Alberta Hospital Ponoka	619,933	619,933
2.7.3	Foothills Provincial General Hospital	3,773,423	3,770,423
2.7.4	Misericordia Hospital	1,673,506	1,673,506
2.7.5	Royal Alexandra Hospitals	2,632,926	2,632,926
2.7.6	University of Alberta Hospitals	3,769,390	3,769,390
2.8	Post-Secondary Institutions - Capital		
2.8.1	Capital construction - debt repayment	9,063,821	8,478,428
2.8.2	Capital formula funding	34,010,242	34,040,351
2.8.3	Provincially administered institutions capital purchases	626,000	921,527
		<u>876,217,985</u>	<u>870,671,972</u>
3	Financial Assistance to Students		
3.0.1	Administrative support	5,007,000	4,758,584
3.0.2	Fellowships and scholarships	53,844,100	52,273,921
3.0.3	Interest payments	10,433,600	9,226,746
3.0.4	Remissions of loans	32,100,000	31,837,527
3.0.5	Implementation of guarantees	7,006,700	7,755,134
		<u>108,391,400</u>	<u>105,851,912</u>
	Department Total	<u>\$ 987,853,706</u>	<u>\$ 979,704,790</u>

ADVANCED EDUCATION

REVENUE

FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Post secondary education	\$251,922,000	\$285,380,000
Training of manpower	28,055,906	27,106,956
Bilingualism	2,725,463	2,390,053
Vocational training, disabled persons	1,697,487	2,366,534
Citizenship instruction	1,155,459	1,564,549
Other	936,098	1,247,959
	<u>286,492,413</u>	<u>320,056,051</u>
Fees, Permits and Licences:		
Tuition fees	1,025,868	1,288,699
Other	399,798	654,935
	<u>1,425,666</u>	<u>1,943,634</u>
Other Revenue:		
Refunds of expenditure:		
Cafeterias	763,860	711,746
Previous years' refunds	429,568	2,838,167
Sale of materials and supplies	130,896	127,439
Room and board	112,407	114,529
Salaries and expenses	20,387	48,858
Other	801,956	233,429
Miscellaneous:		
Student finance	8,617,792	6,516,439
Other	135,661	327,101
	<u>11,012,527</u>	<u>10,917,708</u>
Total revenue	<u>\$298,930,606</u>	<u>\$332,917,393</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Agriculture is responsible for the management of programs designed to develop all phases of agricultural activity, to promote the best use of Alberta resources in this area and to improve the incomes of those engaged in agriculture.

Statement No. 3.3.1

AGRICULTURE

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 11,275,974	\$ —	\$ —	\$ —	\$ 11,275,974	\$ 10,866,141	\$ 409,833
2	Support for Primary Production							
2.1	Program Support	2,676,330	—	—	—	2,676,330	2,766,986	(90,656)
2.2	Animal Products	80,109,595	—	10,750,000	—	90,859,595	91,261,098	(401,503)
2.3	Animal Health	8,263,411	—	—	—	8,263,411	8,429,583	(166,172)
2.4	Plant Products	33,679,591	—	—	—	33,679,591	32,808,547	871,044
		124,728,927	—	10,750,000	—	135,478,927	135,266,214	212,713
3	Support for Marketing and Processing							
3.1	Program Support	575,272	—	—	40,000	615,272	611,936	3,336
3.2	Marketing Services	18,550,968	—	6,900,000	(60,000)	25,390,968	22,186,417	3,204,551
3.3	Market Development	4,234,617	—	—	20,000	4,254,617	4,209,308	45,309
		23,360,857	—	6,900,000	—	30,260,857	27,007,661	3,253,196
	Less: capitalized as a voted non-budgetary disbursement	(3,990,000)	—	—	—	(3,990,000)	(1,128,009)	(2,861,991)
		19,370,857	—	6,900,000	—	26,270,857	25,879,652	391,205
4	Field Services							
4.1	Program Support	254,971	—	—	—	254,971	251,004	3,967
4.2	Regional Advisory Services	16,540,488	—	—	—	16,540,488	16,570,834	(30,346)
4.3	Rural Services	15,045,267	—	—	—	15,045,267	14,801,498	243,769
		31,840,726	—	—	—	31,840,726	31,623,336	217,390
5	Planning and Development							
5.1	Program Support	1,676,976	—	—	—	1,676,976	1,591,794	85,182
5.2	Economic Services	4,439,198	—	—	—	4,439,198	4,350,231	88,967
5.3	Irrigation and Resource Management	11,392,830	—	—	—	11,392,830	11,029,946	362,884
		17,509,004	—	—	—	17,509,004	16,971,971	537,033
6	Agricultural Development Lending Assistance	94,315,000	—	—	—	94,315,000	94,315,000	—
7	Crop Insurance Assistance	13,768,000	—	4,500,000	—	18,268,000	17,750,904	517,096
8	Agricultural Research Assistance	2,000,000	—	—	—	2,000,000	—	2,000,000
	TOTAL 1990	\$ 314,808,488	\$ —	\$ 22,150,000	\$ —	\$ 336,958,488	\$ 332,673,218	\$ 4,285,270
	TOTAL 1989 (a)	\$ 284,849,128	\$ —	\$ 34,925,000	\$ —	\$ 319,774,128	\$ 310,645,069	\$ 9,129,059

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

Statement No. 3.3.2

AGRICULTURE

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 6,356,647	\$ —	\$ —	\$ —	\$ 6,356,647	\$ 6,150,741	\$ 205,906
	Supplies and services	3,407,558	—	—	(50,000)	3,357,558	3,179,174	178,384
	Grants	417,000	—	—	—	417,000	326,833	90,167
	Purchase of fixed assets	1,004,539	—	—	36,000	1,040,539	1,106,517	(65,978)
	Other	90,230	—	—	14,000	104,230	102,876	1,354
	TOTAL 1990	\$ 11,275,974	\$ —	\$ —	\$ —	\$ 11,275,974	\$ 10,866,141	\$ 409,833
	TOTAL 1989 (a)	\$ 10,530,275	\$ —	\$ —	\$ —	\$ 10,530,275	\$ 10,049,218	\$ 481,057
2	Support for Primary Production							
	Salaries, wages and employee benefits	\$ 24,642,982	\$ —	\$ —	\$ —	\$ 24,642,982	\$ 24,838,478	\$ (195,496)
	Supplies and services	7,388,406	—	—	—	7,388,406	7,304,150	84,256
	Grants	92,126,349	—	10,750,000	—	102,876,349	102,620,521	255,828
	Purchase of fixed assets	521,190	—	—	—	521,190	501,445	19,745
	Other	50,000	—	—	—	50,000	1,620	48,380
	TOTAL 1990	\$ 124,728,927	\$ —	\$ 10,750,000	\$ —	\$ 135,478,927	\$ 135,266,214	\$ 212,713
	TOTAL 1989 (a)	\$ 118,970,701	\$ —	\$ 21,350,000	\$ —	\$ 140,320,701	\$ 136,275,625	\$ 4,045,076
3	Support for Marketing and Processing							
	Salaries, wages and employee benefits	\$ 5,366,980	\$ —	\$ —	\$ —	\$ 5,366,980	\$ 5,294,391	\$ 72,589
	Supplies and services	2,909,182	—	—	—	2,909,182	2,743,805	165,377
	Grants	10,812,106	—	6,900,000	—	17,712,106	17,563,622	148,484
	Purchase of fixed assets	282,589	—	—	—	282,589	277,834	4,755
	Other	3,990,000	—	—	—	3,990,000	1,128,009	2,861,991
		23,360,857	—	6,900,000	—	30,260,857	27,007,661	3,253,196
	Less: capitalized as a voted non-budgetary disbursement	(3,990,000)	—	—	—	(3,990,000)	(1,128,009)	(2,861,991)
	TOTAL 1990	\$ 19,370,857	\$ —	\$ 6,900,000	\$ —	\$ 26,270,857	\$ 25,879,652	\$ 391,205
	TOTAL 1989 (a)	\$ 27,377,754	\$ —	\$ —	\$ —	\$ 27,377,754	\$ 26,178,477	\$ 1,199,277
4	Field Services							
	Salaries, wages and employee benefits	\$ 18,286,899	\$ —	\$ —	\$ —	\$ 18,286,899	\$ 18,246,619	\$ 40,280
	Supplies and services	4,913,189	—	—	(196,598)	4,716,591	4,789,406	(72,815)
	Grants	8,451,750	—	—	—	8,451,750	8,233,055	218,695
	Purchase of fixed assets	188,888	—	—	196,598	385,486	354,256	31,230
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 31,840,726	\$ —	\$ —	\$ —	\$ 31,840,726	\$ 31,623,336	\$ 217,390
	TOTAL 1989	\$ 29,432,304	\$ —	\$ 9,725,000	\$ —	\$ 39,157,304	\$ 38,638,749	\$ 518,555
5	Planning and Development							
	Salaries, wages and employee benefits	\$ 10,904,329	\$ —	\$ —	\$ —	\$ 10,904,329	\$ 10,875,196	\$ 29,133
	Supplies and services	3,967,944	—	—	(106,682)	3,861,262	3,479,052	382,210
	Grants	1,508,140	—	—	—	1,508,140	1,457,239	50,901
	Purchase of fixed assets	1,125,171	—	—	106,682	1,231,853	1,160,484	71,369
	Other	3,420	—	—	—	3,420	—	3,420
	TOTAL 1990	\$ 17,509,004	\$ —	\$ —	\$ —	\$ 17,509,004	\$ 16,971,971	\$ 537,033
	TOTAL 1989 (a)	\$ 12,985,094	\$ —	\$ —	\$ —	\$ 12,985,094	\$ 12,569,273	\$ 415,821

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.3.2 (cont'd)

AGRICULTURE

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Agricultural Development							
	Lending Assistance							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	94,315,000	—	—	—	94,315,000	94,315,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 94,315,000	\$ —	\$ —	\$ —	\$ 94,315,000	\$ 94,315,000	\$ —
	TOTAL 1989	\$ 71,052,000	\$ —	\$ —	\$ —	\$ 71,052,000	\$ 71,052,000	\$ —
7	Crop Insurance Assistance							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	13,768,000	—	4,500,000	—	18,268,000	17,750,904	517,096
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 13,768,000	\$ —	\$ 4,500,000	\$ —	\$ 18,268,000	\$ 17,750,904	\$ 517,096
	TOTAL 1989	\$ 11,401,000	\$ —	\$ 3,850,000	\$ —	\$ 15,251,000	\$ 14,381,727	\$ 869,273
8	Agricultural Research							
	Assistance							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	2,000,000	—	—	—	2,000,000	—	2,000,000
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 2,000,000	\$ —	\$ —	\$ —	\$ 2,000,000	\$ —	\$ 2,000,000
	TOTAL 1989 (a)	\$ 3,100,000	\$ —	\$ —	\$ —	\$ 3,100,000	\$ 1,500,000	\$ 1,600,000
	Department Total 1990	\$ 314,808,488	\$ —	\$ 22,150,000	\$ —	\$ 336,958,488	\$ 332,673,218	\$ 4,285,270
	Department Total 1989 (a)	\$ 284,849,128	\$ —	\$ 34,925,000	\$ —	\$ 319,774,128	\$ 310,645,069	\$ 9,129,059

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

AGRICULTURE STATEMENT OF EXPENDITURE BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 254,022	\$ 285,571
1.0.2	Associate minister's office	213,621	248,919
1.0.3	Deputy minister's office	180,131	174,317
1.0.4	Farmers' advocate	326,456	258,039
1.0.5	Surface Rights Board	1,535,578	1,184,624
1.0.6	Finance and administration	2,039,390	2,111,817
1.0.7	Personnel services	691,525	725,410
1.0.8	Information services	3,132,213	3,003,311
1.0.9	Systems development	2,398,271	2,423,618
1.0.10	Research administration	504,767	450,515
		<u>11,275,974</u>	<u>10,866,141</u>
2	Support for Primary Production		
2.1	Program Support		
2.1.1	Assistant deputy minister - production	137,104	150,448
2.1.2	Centralized program administrative support	2,539,226	2,616,538
2.2	Animal Products		
2.2.1	Administrative support	206,141	217,588
2.2.2	Beef cattle and sheep industry	1,993,556	2,086,067
2.2.3	Swine industry	643,191	673,503
2.2.4	Horse industry	503,958	480,173
2.2.5	Poultry industry	582,885	581,359
2.2.6	Regulatory services	2,797,434	2,882,056
2.2.7	Dairy industry	2,133,957	2,126,621
2.2.8	Dairy Control Board	507,194	537,746
2.2.9	Crow benefit offset	46,491,279	52,051,166
2.2.10	Red meat stabilization	16,250,000	23,972,953
2.2.11	Alberta livestock drought assistance	8,000,000	5,651,866
2.3	Animal Health		
2.3.1	Administrative support	894,877	900,482
2.3.2	Health management	1,231,119	1,174,691
2.3.3	Pathology	969,265	965,450
2.3.4	Reference laboratory	1,419,768	1,452,634
2.3.5	Meat hygiene	2,647,239	2,757,600
2.3.6	Regional laboratories	1,101,143	1,178,726
2.4	Plant Products		
2.4.1	Administrative support	250,442	441,892
2.4.2	Crop protection	1,954,514	1,978,442
2.4.3	Field crops	3,137,590	3,136,697
2.4.4	Tree nursery and horticultural centre	2,899,141	2,706,545
2.4.5	Special crops and horticultural research centre	2,688,088	2,666,763
2.4.6	Soils	1,543,366	1,614,577
2.4.7	Farm fertilizer price protection plan	19,500,000	18,116,022
2.4.8	Greenhouse industry assistance	200,000	217,134
2.4.9	Specialty crops stabilization	1,506,450	1,819,012
2.4.12	Beekeeper sugar price reduction	—	111,463
		<u>124,728,927</u>	<u>135,266,214</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Support for Marketing and Processing		
3.1	Program Support		
3.1.1	Assistant deputy minister - marketing	\$ 145,196	\$ 191,175
3.1.2	Trade policy secretariat	430,076	420,761
3.2	Marketing Services		
3.2.1	Administrative support	129,405	146,719
3.2.2	Agri-food and processing development	3,115,299	3,120,332
3.2.3	Food processing development centre	932,121	888,235
3.2.4	Business analysis	416,077	416,156
3.2.5	Food laboratories	1,701,524	1,708,840
3.2.6	Canada/Alberta agreements on processing and marketing	7,504,326	7,214,575
3.2.7	Agricultural processing sector assistance	4,345,000	8,153,013
3.2.8	Marketing council	407,216	538,547
3.3	Market Development		
3.3.1	Administrative support	343,817	393,751
3.3.2	Americas	1,220,323	1,121,268
3.3.3	Overseas	1,670,477	1,764,609
3.3.4	Alberta food processors promotion assistance	1,000,000	929,680
		<u>23,360,857</u>	<u>27,007,661</u>
	Less: capitalized as a voted non-budgetary disbursement	(3,990,000)	(1,128,009)
		<u>19,370,857</u>	<u>25,879,652</u>
4	Field Services		
4.1	Program Support		
4.1.1	Assistant deputy minister - field services	254,971	251,004
4.2	Regional Advisory Services		
4.2.1	Southern region	3,122,966	3,171,878
4.2.2	South central region	2,322,617	2,275,809
4.2.3	North central region	2,795,618	2,820,209
4.2.4	North east region	2,891,471	2,963,950
4.2.5	North west region	2,871,916	2,858,318
4.2.6	Peace region	2,535,900	2,480,670
4.3	Rural Services		
4.3.1	Administrative support	260,890	227,744
4.3.2	4-H	1,144,510	1,127,910
4.3.3	Home economics	756,439	756,723
4.3.4	Agricultural service boards	4,441,372	4,399,175
4.3.5	Agricultural societies and development committees	2,592,108	2,545,219
4.3.6	Agricultural engineering services	4,711,742	4,647,456
4.3.7	Agricultural educational services	1,138,206	1,097,271
		<u>31,840,726</u>	<u>31,623,336</u>

AGRICULTURE

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
5	Planning and Development		
5.1	Program Support		
5.1.1	Assistant deputy minister - planning and development	\$ 220,461	\$ 231,881
5.1.2	Planning secretariat	802,937	736,073
5.1.3	Resource planning	417,126	395,187
5.1.4	Alberta Grain Commission	236,452	228,653
5.2	Economic Services		
5.2.1	Administrative support	362,487	379,992
5.2.2	Market analysis	723,470	709,107
5.2.3	Statistics	469,072	482,391
5.2.4	Production economics	677,035	713,881
5.2.5	Farm business management	1,032,134	1,000,262
5.2.6	Canada/Alberta farm financial management and advisory services	1,175,000	1,064,598
5.3	Irrigation and Resource Management		
5.3.1	Administrative support	151,845	151,581
5.3.2	Irrigation secretariat	178,958	183,955
5.3.3	Land evaluation and reclamation	2,092,070	2,060,981
5.3.4	Irrigation	3,106,600	3,191,456
5.3.5	Conservation and development	1,974,248	2,050,953
5.3.6	Canada/Alberta soil conservation initiative	2,750,000	2,492,978
5.3.7	Canada/Alberta soils agreements	1,139,109	898,042
		<u>17,509,004</u>	<u>16,971,971</u>
6	Agricultural Development Lending Assistance		
6.0.1	Alberta Agricultural Development Corporation	<u>94,315,000</u>	<u>94,315,000</u>
7	Crop Insurance Assistance		
7.0.1	Crop insurance - administration	9,568,000	10,399,922
7.0.2	High risk subsidy	4,200,000	7,350,982
		<u>13,768,000</u>	<u>17,750,904</u>
8	Agricultural Research Assistance		
8.0.1	Alberta Agricultural Research Institute	<u>2,000,000</u>	<u>—</u>
	Department Total	<u>\$ 314,808,488</u>	<u>\$ 332,673,218</u>

AGRICULTURE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Agriculture processing and marketing agreement	\$2,553,894	\$ 5,831,908
Other	509,226	568,489
	<u>3,063,120</u>	<u>6,400,397</u>
Fees, Permits and Licences:		
Brand inspection	1,719,938	1,571,315
Brand registration fees	278,388	278,687
Farm livestock veterinary laboratory fees	193,225	178,122
Livestock water program	130,293	246,329
Swine breeding	128,731	153,282
Soil and feed testing	111,615	131,232
Dairy laboratory testing	93,277	95,378
Other	402,653	492,043
	<u>3,058,120</u>	<u>3,146,388</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	2,009,051	4,559,701
Dairy Board Act	411,650	331,910
Other	3,019	11,933
Sales of assets	567,557	238,707
Miscellaneous	303,294	289,465
	<u>3,294,571</u>	<u>5,431,716</u>
Total revenue	<u><u>\$9,415,811</u></u>	<u><u>\$ 14,978,501</u></u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Attorney General's Department provides legal services to the Government and the various government departments and is responsible for the administration of justice and enforcement of laws within the Province. The Public Utilities Board regulates public utilities, reviews and approves natural gas rebate certificates, and sets minimum prices for milk. The Alberta Gaming Commission regulates all gaming activity in the Province involving bingos, casinos, raffles and pull-tickets.

Statement No. 3.4.1

ATTORNEY GENERAL

STATEMENT OF EXPENDITURE BY

PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 7,795,600	\$ —	\$ —	\$ —	\$ 7,795,600	\$ 7,670,192	\$ 125,408
2	Court Services							
2.1	Court Support Services	7,732,900	—	—	(159,850)	7,573,050	7,822,421	(249,371)
2.2	Court Operations - Calgary Region	16,333,460	—	—	113,500	16,446,960	16,444,090	2,870
2.3	Court Operations - Edmonton Region	17,736,970	—	—	341,350	18,078,320	18,086,963	(8,643)
2.4	Court Operations - Northern Region	10,807,540	—	—	(238,250)	10,569,290	10,319,086	250,204
2.5	Court Operations - Southern Region	7,404,480	—	—	(56,750)	7,347,730	7,154,866	192,864
		<u>60,015,350</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>60,015,350</u>	<u>59,827,426</u>	<u>187,924</u>
3	Legal Services							
3.1	Law Reform	300,230	—	—	—	300,230	300,230	—
3.2	Legislative Counsel	1,159,780	(3,828)	84,000	—	1,239,952	1,163,230	76,722
3.3	Civil Division	8,726,050	(51,697)	6,150,000	61,000	14,885,353	13,469,101	1,416,252
3.4	Criminal Justice Division	15,943,700	(198,748)	2,402,000	—	18,146,952	18,452,664	(305,712)
3.5	Maintenance Enforcement	3,959,000	—	54,000	(61,000)	3,952,000	3,851,285	100,715
		<u>30,088,760</u>	<u>(254,273)</u>	<u>8,690,000</u>	<u>—</u>	<u>38,524,487</u>	<u>37,236,510</u>	<u>1,287,977</u>
4	Support for Legal Aid	<u>15,650,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>15,650,000</u>	<u>15,650,000</u>	<u>—</u>
5	Protection and Administration of Property Rights							
5.1	Property Services	22,399,450	—	1,162,000	(210,000)	23,351,450	23,297,436	54,014
5.2	Land Compensation	382,830	—	—	210,000	592,830	458,064	134,766
		<u>22,782,280</u>	<u>—</u>	<u>1,162,000</u>	<u>—</u>	<u>23,944,280</u>	<u>23,755,500</u>	<u>188,780</u>
6	Fatality Inquiries	<u>3,699,920</u>	<u>(37,851)</u>	<u>50,000</u>	<u>—</u>	<u>3,712,069</u>	<u>3,711,019</u>	<u>1,050</u>
7	Crimes Compensation	<u>1,068,710</u>	<u>(2,175)</u>	<u>350,000</u>	<u>—</u>	<u>1,416,535</u>	<u>1,285,432</u>	<u>131,103</u>
8	Public Utilities Regulation	<u>2,890,800</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,890,800</u>	<u>2,856,379</u>	<u>34,421</u>
9	Gaming Policy and Licensing	<u>368,360</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>368,360</u>	<u>373,461</u>	<u>(5,101)</u>
	TOTAL 1990	<u>\$ 144,359,780</u>	<u>\$ (294,299)(a)</u>	<u>\$ 10,252,000</u>	<u>\$ —</u>	<u>\$ 154,317,481</u>	<u>\$ 152,365,919</u>	<u>\$ 1,951,562</u>
	TOTAL 1989	<u>\$ 135,636,040</u>	<u>\$ —</u>	<u>\$ 13,742,200</u>	<u>\$ —</u>	<u>\$ 149,378,240</u>	<u>\$ 148,864,623</u>	<u>\$ 513,617</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.4.2

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 6,296,780	\$ —	\$ —	\$ —	\$ 6,296,780	\$ 6,300,289	\$ (3,509)
	Supplies and services	1,372,025	—	—	(8,000)	1,364,025	1,257,463	106,562
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	81,180	—	—	—	81,180	60,144	21,036
	Other	45,615	—	—	8,000	53,615	52,296	1,319
	TOTAL 1990	\$ 7,795,600	\$ —	\$ —	\$ —	\$ 7,795,600	\$ 7,670,192	\$ 125,408
	TOTAL 1989 (a)	\$ 6,787,890	\$ —	\$ 87,000	\$ —	\$ 6,874,890	\$ 6,814,883	\$ 60,007
2	Court Services							
	Salaries, wages and employee benefits	\$ 48,944,560	\$ —	\$ —	\$ (350,000)	\$ 48,594,560	\$ 47,927,194	\$ 667,366
	Supplies and services	10,717,050	—	—	—	10,717,050	11,257,647	(540,597)
	Grants	131,390	—	—	—	131,390	125,066	6,324
	Purchase of fixed assets	222,350	—	—	350,000	572,350	517,519	54,831
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 60,015,350	\$ —	\$ —	\$ —	\$ 60,015,350	\$ 59,827,426	\$ 187,924
	TOTAL 1989 (a)	\$ 54,163,340	\$ —	\$ 7,145,000	\$ —	\$ 61,308,340	\$ 60,716,997	\$ 591,343
3	Legal Services							
	Salaries, wages and employee benefits	\$ 23,650,530	\$ —	\$ 876,000	\$ —	\$ 24,526,530	\$ 24,488,379	\$ 38,151
	Supplies and services	5,846,590	(254,273)	7,814,000	—	13,406,317	12,163,519	1,242,798
	Grants	347,730	—	—	—	347,730	347,730	—
	Purchase of fixed assets	243,910	—	—	—	243,910	236,882	7,028
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 30,088,760	\$ (254,273)	\$ 8,690,000	\$ —	\$ 38,524,487	\$ 37,236,510	\$ 1,287,977
	TOTAL 1989	\$ 28,100,230	\$ —	\$ 6,260,200	\$ —	\$ 34,360,430	\$ 34,614,703	\$ (254,273)
4	Support for Legal Aid							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	15,650,000	—	—	—	15,650,000	15,650,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 15,650,000	\$ —	\$ —	\$ —	\$ 15,650,000	\$ 15,650,000	\$ —
	TOTAL 1989	\$ 15,650,000	\$ —	\$ —	\$ —	\$ 15,650,000	\$ 15,650,000	\$ —
5	Protection and Administration of Property Rights							
	Salaries, wages and employee benefits	\$ 16,557,420	\$ —	\$ 1,075,000	\$ —	\$ 17,632,420	\$ 17,496,064	\$ 136,356
	Supplies and services	5,886,680	—	87,000	—	5,973,680	5,941,748	31,932
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	338,180	—	—	—	338,180	317,688	20,492
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 22,782,280	\$ —	\$ 1,162,000	\$ —	\$ 23,944,280	\$ 23,755,500	\$ 188,780
	TOTAL 1989	\$ 23,307,000	\$ —	\$ —	\$ —	\$ 23,307,000	\$ 23,203,005	\$ 103,995

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.4.2 (cont'd)

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Fatality Inquiries							
	Salaries, wages and employee benefits	\$ 2,140,270	\$ (7,000)	\$ —	\$ —	\$ 2,133,270	\$ 2,129,777	\$ 3,493
	Supplies and services	1,540,130	(30,851)	50,000	—	1,559,279	1,574,770	(15,491)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	19,520	—	—	—	19,520	6,472	13,048
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 3,699,920	\$ (37,851)	\$ 50,000	\$ —	\$ 3,712,069	\$ 3,711,019	\$ 1,050
	TOTAL 1989	\$ 3,421,120	\$ —	\$ —	\$ —	\$ 3,421,120	\$ 3,458,971	\$ (37,851)
7	Crimes Compensation							
	Salaries, wages and employee benefits	\$ 80,530	\$ —	\$ —	\$ —	\$ 80,530	\$ 81,399	\$ (869)
	Supplies and services	109,460	(2,175)	—	—	107,285	105,774	1,511
	Grants	878,720	—	350,000	—	1,228,720	1,098,259	130,461
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,068,710	\$ (2,175)	\$ 350,000	\$ —	\$ 1,416,535	\$ 1,285,432	\$ 131,103
	TOTAL 1989	\$ 1,066,760	\$ —	\$ 250,000	\$ —	\$ 1,316,760	\$ 1,318,935	\$ (2,175)
8	Public Utilities Regulation							
	Salaries, wages and employee benefits	\$ 2,476,000	\$ —	\$ —	\$ (110,000)	\$ 2,366,000	\$ 2,345,104	\$ 20,896
	Supplies and services	369,800	—	—	(60,000)	309,800	301,631	8,169
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	45,000	—	—	170,000	215,000	209,644	5,356
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 2,890,800	\$ —	\$ —	\$ —	\$ 2,890,800	\$ 2,856,379	\$ 34,421
	TOTAL 1989	\$ 2,791,000	\$ —	\$ —	\$ —	\$ 2,791,000	\$ 2,743,805	\$ 47,195
9	Gaming Policy and Licensing							
	Salaries, wages and employee benefits	\$ 236,910	\$ —	\$ —	\$ —	\$ 236,910	\$ 259,976	\$ (23,066)
	Supplies and services	118,500	—	—	—	118,500	103,455	15,045
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	12,950	—	—	—	12,950	10,030	2,920
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 368,360	\$ —	\$ —	\$ —	\$ 368,360	\$ 373,461	\$ (5,101)
	TOTAL 1989	\$ 348,700	\$ —	\$ —	\$ —	\$ 348,700	\$ 343,324	\$ 5,376
	Department Total 1990	\$ 144,359,780	\$ (294,299)(b)	\$ 10,252,000	\$ —	\$ 154,317,481	\$ 152,365,919	\$ 1,951,562
	Department Total 1989	\$ 135,636,040	\$ —	\$ 13,742,200	\$ —	\$ 149,378,240	\$ 148,864,623	\$ 513,617

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.4.3

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 206,120	\$ 281,762
1.0.2	Deputy minister's office	340,550	268,527
1.0.3	Administrative services	2,041,630	2,111,973
1.0.4	Executive management	376,200	387,448
1.0.5	Personnel	952,630	1,018,343
1.0.6	Finance	1,812,280	1,713,992
1.0.7	Planning and policy coordination	373,830	317,489
1.0.8	Systems and information services	1,324,330	1,235,724
1.0.9	Internal audit	368,030	334,934
		<u>7,795,600</u>	<u>7,670,192</u>
2	Court Services		
2.1	Court Support Services		
2.1.1	General administration	1,785,260	1,991,883
2.1.2	Central reporting services	576,290	538,266
2.1.3	Chief provincial judge's office	627,520	516,385
2.1.4	Law libraries	2,817,190	2,816,348
2.1.5	Justices of the peace	71,260	66,500
2.1.6	Court system improvements	1,855,380	1,893,039
2.2	Court Operations - Calgary Region		
2.2.1	Court of Queen's Bench	3,740,200	3,990,873
2.2.2	Provincial - criminal	4,417,450	4,418,606
2.2.3	Provincial - civil	2,050,810	2,170,375
2.2.4	Central court recording	931,090	913,267
2.2.5	Family and juvenile	1,992,250	1,933,439
2.2.6	Court reporters	1,340,370	1,205,697
2.2.7	Sheriff	1,253,550	1,195,256
2.2.8	Regional support	607,740	616,577
2.3	Court Operations - Edmonton Region		
2.3.1	Court of Queen's Bench	3,561,200	4,045,063
2.3.2	Provincial - criminal	5,142,950	5,237,470
2.3.3	Provincial - civil	2,201,060	2,348,499
2.3.5	Family and juvenile	2,017,800	1,878,750
2.3.6	Court reporters	2,093,680	2,074,977
2.3.7	Sheriff	1,830,570	1,690,727
2.3.8	Regional support	889,710	811,477
2.4	Court Operations - Northern Region		
2.4.1	Grande Prairie	1,605,940	1,493,647
2.4.2	Peace River	829,240	825,120
2.4.3	Vegreville	517,840	583,716
2.4.4	Wetaskiwin	1,046,940	849,109
2.4.5	Fort McMurray	908,820	856,364
2.4.6	St. Paul	859,550	867,215
2.4.7	High Level	180,790	219,558
2.4.8	Hinton	433,460	431,053
2.4.9	Stony Plain	941,820	967,283
2.4.10	Sherwood Park	721,080	521,608
2.4.11	St. Albert	918,540	898,319
2.4.12	Fort Saskatchewan	371,150	359,109
2.4.13	High Prairie	343,460	361,620
2.4.14	Vermilion	371,400	361,576
2.4.15	Camrose	356,410	347,421
2.4.16	Leduc	401,100	376,368

Vote and Ref. No.	Program/Element	Estimates	Expended
2.5	Court Operations - Southern Region		
2.5.1	Lethbridge	\$ 2,443,155	\$ 2,278,587
2.5.2	Red Deer	2,538,130	2,488,057
2.5.3	Drumheller	449,710	413,807
2.5.4	Fort Macleod	514,320	479,808
2.5.5	Canmore	341,120	348,219
2.5.6	Medicine Hat	1,118,045	1,146,388
		<u>60,015,350</u>	<u>59,827,426</u>
3	Legal Services		
3.1	Law Reform		
3.1.1	Law reform (University of Alberta)	300,230	300,230
3.2	Legislative Counsel		
3.2.1	Legislative Counsel office	1,159,780	1,163,230
3.3	Civil Division		
3.3.1	Legal research and analysis	270,930	624,530
3.3.2	Constitutional and energy law	734,440	855,219
3.3.3	Civil law division	7,720,680	11,872,379
3.3.4	Conflict of interest review panel	—	116,973
3.4	Criminal Justice Division		
3.4.1	Board of review	80,630	109,158
3.4.2	Executive office	1,234,950	1,337,810
3.4.3	Gaming control	2,039,720	2,091,783
3.4.4	Appeals, research and special projects	664,250	872,024
3.4.5	Special prosecutions	936,240	902,934
3.4.6	Family and youth	840,800	—
3.4.7	General prosecutions	10,147,110	13,138,955
3.5	Maintenance Enforcement		
3.5.1	Maintenance enforcement office	3,959,000	3,851,285
		<u>30,088,760</u>	<u>37,236,510</u>
4	Support for Legal Aid		
4.0.1	Legal aid plan	15,650,000	15,650,000
5	Protection and Administration of Property Rights		
5.1	Property Services		
5.1.1	Public Trustee	5,817,290	5,972,895
5.1.2	Central registry	3,902,350	3,770,080
5.1.3	Land titles	12,679,810	13,554,461
5.2	Land Compensation		
5.2.1	Land Compensation Board	382,830	458,064
		<u>22,782,280</u>	<u>23,755,500</u>
6	Fatality Inquiries		
6.0.1	Medical examiner - Calgary	1,347,980	1,235,662
6.0.2	Medical examiner - Edmonton	1,511,780	1,420,001
6.0.3	Medical examiner - head office	840,160	1,055,356
		<u>3,699,920</u>	<u>3,711,019</u>

ATTORNEY GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
7	Crimes Compensation		
7.0.1	Crimes Compensation Board	\$ 1,068,710	\$ 1,285,432
8	Public Utilities Regulation		
8.0.1	Public Utilities Board	2,890,800	2,856,379
9	Gaming Policy and Licensing		
9.0.1	Alberta Gaming Commission	368,360	373,461
	Department Total	\$ 144,359,780	\$ 152,365,919

ATTORNEY GENERAL

REVENUE

FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Legal aid	\$ 6,742,425	\$ 6,535,832
Other	<u>550,573</u>	<u>895,711</u>
	<u>7,292,998</u>	<u>7,431,543</u>
Fees, Permits and Licences:		
Land titles	42,032,777	35,348,361
Central registry	7,063,077	6,909,742
Clerks of the Court Act	4,234,310	4,232,895
Lottery licences	3,890,263	2,340,114
Public Trustee Act	2,658,897	2,671,605
Sheriffs' Act	1,575,690	1,606,941
Other	<u>1,540,646</u>	<u>1,614,670</u>
	<u>62,995,660</u>	<u>54,724,328</u>
Other Revenue:		
Investment income:		
Bank interest	326,946	493,734
Refunds of expenditure:		
Previous years' refunds	112,079	47,550
Salaries and expenses	2,970	14,404
Statute fines	20,053,014	19,523,637
Maintenance Enforcement Act	8,738,307	7,332,255
Assurance Fund surpluses	1,960,203	1,671,914
Miscellaneous	<u>2,385,477</u>	<u>1,411,042</u>
	<u>33,578,996</u>	<u>30,494,536</u>
Total revenue	<u>\$103,867,654</u>	<u>\$ 92,650,407</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Career Development and Employment is responsible for the establishment, operation, administration and coordination of government programs to ensure that Albertans, according to individual capabilities, have the opportunity to prepare for and take part in productive employment.

Statement No. 3.5.1

CAREER DEVELOPMENT AND EMPLOYMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 8,997,381	\$ —	\$ —	\$ —	\$ 8,997,381	\$ 8,669,479	\$ 327,902
2	Training and Career Services							
2.1	Program Support	663,488	—	—	—	663,488	232,990	430,498
2.2	Apprenticeship and Trade Certification	11,791,759	—	—	(323,208)	11,468,551	11,188,276	280,275
2.3	Alberta Vocational Training	32,596,843	—	—	(245,000)	32,351,843	30,316,695	2,035,148
2.4	Federal Training Purchases	13,590,753	—	—	4,024,000	17,614,753	17,616,032	(1,279)
2.5	Industry Based Training	39,257,054	—	—	(3,676,777)	35,580,277	30,661,695	4,918,582
2.6	Opportunity Corps	5,489,737	—	—	—	5,489,737	4,978,726	511,011
2.7	Career Assistance	5,232,097	—	—	220,985	5,453,082	5,114,663	338,419
		<u>108,621,731</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>108,621,731</u>	<u>100,109,077</u>	<u>8,512,654</u>
3	Employment Services							
3.1	Program Support	304,492	—	—	25,000	329,492	327,291	2,201
3.2	Employment and Agency Support	57,574,312	—	—	(25,000)	57,549,312	51,770,257	5,779,055
3.3	Immigration and Settlement Services	5,231,381	—	—	—	5,231,381	4,772,669	458,712
		<u>63,110,185</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>63,110,185</u>	<u>56,870,217</u>	<u>6,239,968</u>
	TOTAL 1990	<u>\$ 180,729,297</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 180,729,297</u>	<u>\$ 165,648,773</u>	<u>\$ 15,080,524</u>
	TOTAL 1989 (a)	<u>\$ 202,120,482</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 202,120,482</u>	<u>\$ 174,141,427</u>	<u>\$ 27,979,055</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

Statement No. 3.5.2

CAREER DEVELOPMENT AND EMPLOYMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 5,808,010	\$ —	\$ —	\$ —	\$ 5,808,010	\$ 5,570,741	\$ 237,269
	Supplies and services	2,930,963	—	—	(160,000)	2,770,963	2,687,664	83,299
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	213,793	—	—	160,000	373,793	366,087	7,706
	Other	44,615	—	—	—	44,615	44,987	(372)
	TOTAL 1990	\$ 8,997,381	\$ —	\$ —	\$ —	\$ 8,997,381	\$ 8,669,479	\$ 327,902
	TOTAL 1989 (a)	\$ 8,693,984	\$ —	\$ —	\$ —	\$ 8,693,984	\$ 8,606,573	\$ 87,411
2	Training and Career Services							
	Salaries, wages and employee benefits	\$ 25,316,896	\$ —	\$ —	\$ 3,620,000	\$ 28,936,896	\$ 28,208,168	\$ 728,728
	Supplies and services	25,482,208	—	—	(1,179,900)	24,302,308	23,191,983	1,110,325
	Grants	57,518,827	—	—	(2,576,000)	54,942,827	48,339,345	6,603,482
	Purchase of fixed assets	303,800	—	—	135,900	439,700	369,581	70,119
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 108,621,731	\$ —	\$ —	\$ —	\$ 108,621,731	\$ 100,109,077	\$ 8,512,654
	TOTAL 1989 (a)	\$ 109,728,167	\$ —	\$ —	\$ —	\$ 109,728,167	\$ 89,295,980	\$ 20,432,187
3	Employment Services							
	Salaries, wages and employee benefits	\$ 20,429,647	\$ —	\$ —	\$ —	\$ 20,429,647	\$ 17,641,406	\$ 2,788,241
	Supplies and services	2,006,818	—	—	—	2,006,818	1,256,551	750,267
	Grants	40,655,220	—	—	—	40,655,220	37,954,421	2,700,799
	Purchase of fixed assets	18,500	—	—	—	18,500	17,839	661
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 63,110,185	\$ —	\$ —	\$ —	\$ 63,110,185	\$ 56,870,217	\$ 6,239,968
	TOTAL 1989 (a)	\$ 83,698,331	\$ —	\$ —	\$ —	\$ 83,698,331	\$ 76,238,874	\$ 7,459,457
	Department Total 1990	\$ 180,729,297	\$ —	\$ —	\$ —	\$ 180,729,297	\$ 165,648,773	\$ 15,080,524
	Department Total 1989 (a)	\$ 202,120,482	\$ —	\$ —	\$ —	\$ 202,120,482	\$ 174,141,427	\$ 27,979,055

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.5.3

CAREER DEVELOPMENT AND EMPLOYMENT
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 207,615	\$ 196,127
1.0.2	Minister's committees	30,000	1,064
1.0.3	Deputy minister's office	270,099	203,565
1.0.4	Finance and administrative services	4,427,169	4,552,586
1.0.5	Planning and research	1,626,349	1,652,817
1.0.6	Policy and program development support	522,050	503,455
1.0.7	Field services support	1,914,099	1,559,865
		<u>8,997,381</u>	<u>8,669,479</u>
2	Training and Career Services		
2.1	Program Support		
2.1.1	Administrative support	663,488	232,990
2.2	Apprenticeship and Trade Certification		
2.2.1	Administrative support	439,073	436,085
2.2.2	Program planning and development	2,304,498	2,359,689
2.2.3	Registration and certification services	1,383,910	1,287,523
2.2.4	Access initiatives	395,500	422,681
2.2.5	Field services delivery	4,168,778	4,122,406
2.2.6	Employer delivered apprenticeship training	2,500,000	1,867,468
2.2.7	Apprenticeship awareness	600,000	692,424
2.3	Alberta Vocational Training		
2.3.1	Administrative support	886,306	919,434
2.3.2	Rehabilitation training	3,590,647	1,743,757
2.3.3	Training allowances and assistance	17,876,255	18,025,924
2.3.4	Vocational training programs and courses	6,393,635	5,852,168
2.3.5	Private vocational schools support	2,000,000	1,818,941
2.3.6	Skill enhancement and retraining	1,850,000	1,956,471
2.4	Federal Training Purchases		
2.4.1	Federal training purchases	13,590,753	17,616,032
2.5	Industry Based Training		
2.5.1	Administrative support	2,944,736	2,703,189
2.5.2	Industry based training programs	36,312,318	27,958,506
2.6	Opportunity Corps		
2.6.1	Opportunity Corps program	5,489,737	4,978,726
2.7	Career Assistance		
2.7.1	Career information services	1,302,973	1,252,718
2.7.2	Hire-a-student	688,825	616,658
2.7.3	Career centres	3,240,299	3,245,287
		<u>108,621,731</u>	<u>100,109,077</u>
3	Employment Services		
3.1	Program Support		
3.1.1	Administrative support	304,492	327,291
3.2	Employment and Agency Support		
3.2.1	Administrative support	2,099,545	1,424,090
3.2.2	Employment programs	53,890,000	48,753,716
3.2.3	Agency support	1,584,767	1,592,451

Vote and Ref. No.	Program/Element	Estimates	Expended
3.3	Immigration and Settlement Services		
3.3.1	Administrative support	\$ 191,654	\$ 201,337
3.3.2	Immigration services	785,560	537,147
3.3.3	Settlement services and agency support	2,756,217	2,679,549
3.3.4	Immigration and Settlement Services Advisory Committee	100,000	25,567
3.3.5	Language training	1,397,950	1,329,069
		<u>63,110,185</u>	<u>56,870,217</u>
	Department Total	<u>\$ 180,729,297</u>	<u>\$ 165,648,773</u>

CAREER DEVELOPMENT AND EMPLOYMENT
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada	<u>\$1,766,070</u>	<u>\$3,085,467</u>
Fees, Permits and Licences	<u>105,330</u>	<u>81,800</u>
Other Revenue:		
Refunds of expenditure	755,655	697,339
Miscellaneous	<u>64,901</u>	<u>92,227</u>
	<u>820,556</u>	<u>789,566</u>
Total revenue	<u><u>\$2,691,956</u></u>	<u><u>\$3,956,833</u></u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Consumer and Corporate Affairs is responsible for the development and management of programs designed to advise consumers of their rights and responsibilities, and foster the orderly development of business activity in a marketplace assured of fair standards of commercial endeavour.

Statement No. 3.6.1

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 3,678,460	\$ —	\$ —	\$ —	\$ 3,678,460	\$ 3,603,397	\$ 75,063
2	Consumer Services	5,579,270	—	—	—	5,579,270	5,506,880	72,390
3	Consumer Standards	5,028,790	—	—	—	5,028,790	4,971,009	57,781
4	Regulation of Securities Markets							
4.1	Securities Commission Board	1,067,520	—	—	(163,500)	904,020	831,227	72,793
4.2	Securities Commission Agency	3,772,035	—	—	163,500	3,935,535	3,981,892	(46,357)
		4,839,555	—	—	—	4,839,555	4,813,119	26,436
	TOTAL 1990	\$ 19,126,075	\$ —	\$ —	\$ —	\$ 19,126,075	\$ 18,894,405	\$ 231,670
	TOTAL 1989	\$ 16,172,490	\$ —	\$ —	\$ —	\$ 16,172,490	\$ 16,114,185	\$ 58,305

Statement No. 3.6.2

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 1,793,635	\$ —	\$ —	\$ —	\$ 1,793,635	\$ 1,815,946	\$ (22,311)
	Supplies and services	1,650,210	—	—	(7,900)	1,642,310	1,545,517	96,793
	Grants	40,000	—	—	—	40,000	39,800	200
	Purchase of fixed assets	150,000	—	—	—	150,000	149,631	369
	Other	44,615	—	—	7,900	52,515	52,503	12
	TOTAL 1990	\$ 3,678,460	\$ —	\$ —	\$ —	\$ 3,678,460	\$ 3,603,397	\$ 75,063
	TOTAL 1989	\$ 3,484,120	\$ —	\$ —	\$ —	\$ 3,484,120	\$ 3,479,460	\$ 4,660
2	Consumer Services							
	Salaries, wages and employee benefits	\$ 4,617,370	\$ —	\$ —	\$ —	\$ 4,617,370	\$ 4,556,639	\$ 60,731
	Supplies and services	952,700	—	—	—	952,700	941,617	11,083
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	9,200	—	—	—	9,200	8,624	576
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 5,579,270	\$ —	\$ —	\$ —	\$ 5,579,270	\$ 5,506,880	\$ 72,390
	TOTAL 1989	\$ 5,066,980	\$ —	\$ —	\$ —	\$ 5,066,980	\$ 5,060,190	\$ 6,790
3	Consumer Standards							
	Salaries, wages and employee benefits	\$ 3,055,030	\$ —	\$ —	\$ —	\$ 3,055,030	\$ 3,100,463	\$ (45,433)
	Supplies and services	1,961,760	—	—	—	1,961,760	1,859,342	102,418
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	12,000	—	—	—	12,000	11,204	796
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 5,028,790	\$ —	\$ —	\$ —	\$ 5,028,790	\$ 4,971,009	\$ 57,781
	TOTAL 1989	\$ 3,523,500	\$ —	\$ —	\$ —	\$ 3,523,500	\$ 3,476,715	\$ 46,785
4	Regulation of Securities Markets							
	Salaries, wages and employee benefits	\$ 3,141,335	\$ —	\$ —	\$ —	\$ 3,141,335	\$ 3,084,881	\$ 56,454
	Supplies and services	1,572,220	—	—	—	1,572,220	1,595,187	(22,967)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	126,000	—	—	—	126,000	133,051	(7,051)
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 4,839,555	\$ —	\$ —	\$ —	\$ 4,839,555	\$ 4,813,119	\$ 26,436
	TOTAL 1989	\$ 4,097,890	\$ —	\$ —	\$ —	\$ 4,097,890	\$ 4,097,820	\$ 70
	Department Total 1990	\$ 19,126,075	\$ —	\$ —	\$ —	\$ 19,126,075	\$ 18,894,405	\$ 231,670
	Department Total 1989	\$ 16,172,490	\$ —	\$ —	\$ —	\$ 16,172,490	\$ 16,114,185	\$ 58,305

CONSUMER AND CORPORATE AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 231,910	\$ 282,259
1.0.2	Deputy minister's office	520,830	563,004
1.0.3	Financial services	268,940	277,920
1.0.4	Personnel services	197,560	247,615
1.0.5	Corporate planning	149,670	75,225
1.0.7	Administrative services	1,026,480	985,200
1.0.8	Data processing	1,283,070	1,172,174
		<u>3,678,460</u>	<u>3,603,397</u>
2	Consumer Services		
2.0.1	Regional administration	219,570	162,268
2.0.2	Edmonton regional office	1,312,970	1,276,692
2.0.3	Calgary regional office	1,266,080	1,262,238
2.0.4	Red Deer regional office	511,450	552,023
2.0.5	Northern region	630,900	715,277
2.0.6	Southern region	627,010	628,677
2.0.7	Consumer information development	1,011,290	909,705
		<u>5,579,270</u>	<u>5,506,880</u>
3	Consumer Standards		
3.0.1	Standards administration	402,730	400,369
3.0.2	Real estate standards	197,430	319,855
3.0.3	Licensing	322,490	342,575
3.0.4	Trade practices	134,690	165,301
3.0.5	Credit standards	130,560	409,114
3.0.6	Registrations	2,159,740	2,174,230
3.0.7	Cooperative standards	86,920	68,840
3.0.8	Insurance standards	1,449,560	940,658
3.0.9	Automobile Insurance Board	144,670	150,067
		<u>5,028,790</u>	<u>4,971,009</u>
4	Regulation of Securities Markets		
4.1	Securities Commission Board		
4.1.1	Board	589,190	540,701
4.1.2	Secretariat	478,330	290,526
4.2	Securities Commission Agency		
4.2.1	Chief of securities administration	186,800	317,722
4.2.2	Administration and registration	1,711,490	1,636,460
4.2.3	Market standards	311,790	508,281
4.2.4	Securities analysis	714,755	686,205
4.2.5	Franchises analysis	263,340	225,285
4.2.6	Calgary office	583,860	607,939
		<u>4,839,555</u>	<u>4,813,119</u>
	Department Total	<u>\$ 19,126,075</u>	<u>\$ 18,894,405</u>

CONSUMER AND CORPORATE AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Fees, Permits and Licences:		
Business Corporations Act	\$ 7,281,434	\$ 6,653,109
Alberta Securities Commission	2,816,842	2,456,266
Insurance companies	1,225,249	442,876
Licensing of Trades and Businesses Act	329,001	434,858
Special insurance brokers	179,762	163,918
Real estate agents	131,475	63,990
Other	96,703	39,076
	<u>12,060,466</u>	<u>10,254,093</u>
Other Revenue:		
Refunds of expenditure	5,338	9,093
Miscellaneous	22,637	9,664
	<u>27,975</u>	<u>18,757</u>
Total revenue	<u>\$12,088,441</u>	<u>\$10,272,850</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Culture and Multiculturalism is responsible for the development and support of cultural programs and services, and the restoration and conservation of historical resources.

Statement No. 3.7.1

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 2,424,379	\$ —	\$ —	\$ —	\$ 2,424,379	\$ 2,415,112	\$ 9,267
2	Cultural Development							
2.1	Program Support	817,604	—	—	13,815	831,419	822,603	8,816
2.2	Visual Arts	1,294,633	—	—	(35,600)	1,259,033	1,245,529	13,504
2.3	Performing Arts	4,007,979	—	—	(25,315)	3,982,664	3,981,626	1,038
2.4	Film and Literary Arts	815,313	—	—	(5,000)	810,313	785,836	24,477
2.5	Library Services	12,572,045	—	—	36,000	12,608,045	12,581,632	26,413
2.6	Cultural Facilities	1,448,836	—	—	10,100	1,458,936	1,329,783	129,153
2.7	Film Censorship	216,805	—	—	6,000	222,805	214,394	8,411
		21,173,215	—	—	—	21,173,215	20,961,403	211,812
3	Historical Resources Development							
3.1	Management and Operations	16,447,737	—	—	(2,100)	16,445,637	16,446,238	(601)
3.2	Historical Facility Development	1,203,366	—	—	—	1,203,366	1,182,629	20,737
3.3	Financial Assistance for Heritage Preservation	5,166,234	—	1,444,000	2,100	6,612,334	6,612,213	121
		22,817,337	—	1,444,000	—	24,261,337	24,241,080	20,257
4	Heritage Development							
4.1	Multicultural Commission Board	259,330	—	—	1,300	260,630	253,595	7,035
4.2	Program Administration	1,036,739	—	—	(1,300)	1,035,439	1,032,512	2,927
4.3	Multicultural Grants	50,000	—	—	—	50,000	15,000	35,000
		1,346,069	—	—	—	1,346,069	1,301,107	44,962
		47,761,000	—	1,444,000	—	49,205,000	48,918,702	286,298
STATUTORY APPROPRIATIONS								
	Culture and Multiculturalism Revolving Fund	42,000	—	—	—	42,000	11,390	30,610
	TOTAL 1990	\$ 47,803,000	\$ —	\$ 1,444,000	\$ —	\$ 49,247,000	\$ 48,930,092	\$ 316,908
	TOTAL 1989	\$ 46,895,050	\$ —	\$ —	\$ —	\$ 46,895,050	\$ 46,740,855	\$ 154,195

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 1,729,637	\$ —	\$ —	\$ 18,000	\$ 1,747,637	\$ 1,749,425	\$ (1,788)
	Supplies and services	648,127	—	—	(36,250)	611,877	601,475	10,402
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	2,000	—	—	11,650	13,650	13,012	638
	Other	44,615	—	—	6,600	51,215	51,200	15
	TOTAL 1990	<u>\$ 2,424,379</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 2,424,379</u>	<u>\$ 2,415,112</u>	<u>\$ 9,267</u>
	TOTAL 1989	<u>\$ 2,313,178</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 2,313,178</u>	<u>\$ 2,311,559</u>	<u>\$ 1,619</u>
2	Cultural Development							
	Salaries, wages and employee benefits	\$ 4,733,783	\$ —	\$ —	\$ —	\$ 4,733,783	\$ 4,581,487	\$ 152,296
	Supplies and services	1,639,097	—	—	(18,000)	1,621,097	1,590,485	30,612
	Grants	14,627,465	—	—	—	14,627,465	14,608,745	18,720
	Purchase of fixed assets	172,870	—	—	18,000	190,870	180,686	10,184
	Other	—	—	—	—	—	—	—
	TOTAL 1990	<u>\$ 21,173,215</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 21,173,215</u>	<u>\$ 20,961,403</u>	<u>\$ 211,812</u>
	TOTAL 1989	<u>\$ 22,670,626</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 22,670,626</u>	<u>\$ 22,619,894</u>	<u>\$ 50,732</u>
3	Historical Resources Development							
	Salaries, wages and employee benefits	\$ 10,895,206	\$ —	\$ —	\$ 150,000	\$ 11,045,206	\$ 11,054,722	\$ (9,516)
	Supplies and services	6,482,414	—	—	(248,250)	6,234,164	6,228,265	5,899
	Grants	5,166,899	—	1,444,000	—	6,610,899	6,607,612	3,287
	Purchase of fixed assets	271,818	—	—	98,250	370,068	350,481	19,587
	Other	1,000	—	—	—	1,000	—	1,000
	TOTAL 1990	<u>\$ 22,817,337</u>	<u>\$ —</u>	<u>\$ 1,444,000</u>	<u>\$ —</u>	<u>\$ 24,261,337</u>	<u>\$ 24,241,080</u>	<u>\$ 20,257</u>
	TOTAL 1989	<u>\$ 20,357,922</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 20,357,922</u>	<u>\$ 20,341,711</u>	<u>\$ 16,211</u>
4	Heritage Development							
	Salaries, wages and employee benefits	\$ 765,171	\$ —	\$ —	\$ —	\$ 765,171	\$ 761,767	\$ 3,404
	Supplies and services	495,898	—	—	(23,000)	472,898	471,474	1,424
	Grants	50,000	—	—	—	50,000	15,000	35,000
	Purchase of fixed assets	20,000	—	—	23,000	43,000	41,525	1,475
	Other	15,000	—	—	—	15,000	11,341	3,659
	TOTAL 1990	<u>\$ 1,346,069</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,346,069</u>	<u>\$ 1,301,107</u>	<u>\$ 44,962</u>
	TOTAL 1989	<u>\$ 1,575,594</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,575,594</u>	<u>\$ 1,498,113</u>	<u>\$ 77,481</u>
	Total Voted 1990	<u>\$ 47,761,000</u>	<u>\$ —</u>	<u>\$ 1,444,000</u>	<u>\$ —</u>	<u>\$ 49,205,000</u>	<u>\$ 48,918,702</u>	<u>\$ 286,298</u>
	Total Voted 1989	<u>\$ 46,917,320</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 46,917,320</u>	<u>\$ 46,771,277</u>	<u>\$ 146,043</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.7.2 (cont'd)

CULTURE AND MULTICULTURALISM
 STATEMENT OF EXPENDITURE BY
 PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
Culture and Multiculturalism								
Revolving Fund								
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	(5,857)	5,857
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	3,000	—	—	—	3,000	(571)	3,571
	Other	39,000	—	—	—	39,000	17,818	21,182
	Total Statutory 1990	\$ 42,000	\$ —	\$ —	\$ —	\$ 42,000	\$ 11,390	\$ 30,610
	Total Statutory 1989	\$ (22,270)	\$ —	\$ —	\$ —	\$ (22,270)	\$ (30,422)	\$ 8,152
	Department Total 1990	\$ 47,803,000	\$ —	\$ 1,444,000	\$ —	\$ 49,247,000	\$ 48,930,092	\$ 316,908
	Department Total 1989	\$ 46,895,050	\$ —	\$ —	\$ —	\$ 46,895,050	\$ 46,740,855	\$ 154,195

CULTURE AND MULTICULTURALISM
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 246,208	\$ 289,220
1.0.2	Deputy minister's office	234,506	252,590
1.0.3	Financial services and management	803,839	786,007
1.0.4	Personnel	270,310	259,584
1.0.5	Communications	173,912	158,371
1.0.6	Financial planning	152,096	138,410
1.0.7	Systems and information services	441,449	404,446
1.0.8	Award programs	102,059	126,484
		<u>2,424,379</u>	<u>2,415,112</u>
2	Cultural Development		
2.1	Program Support		
2.1.1	Administrative support	254,060	250,825
2.1.2	Field services	563,544	571,778
2.2	Visual Arts		
2.2.1	Administrative support	996,595	967,326
2.2.2	Financial assistance	158,600	158,432
2.2.3	Workshops and development	99,146	80,147
2.2.4	Exposure	40,292	39,624
2.3	Performing Arts		
2.3.1	Administrative support	942,756	922,197
2.3.2	Music and dance	861,744	879,255
2.3.3	Theatre	1,001,573	1,018,250
2.3.4	Exposure	1,150,906	1,115,807
2.3.5	Board development	51,000	46,117
2.4	Film and Literary Arts		
2.4.1	Administrative support	348,738	331,140
2.4.2	Financial assistance	421,700	417,707
2.4.3	Workshops and development	44,875	36,989
2.5	Library Services		
2.5.1	Administrative support	262,652	311,022
2.5.2	Financial assistance	10,652,154	10,623,487
2.5.3	Workshops and development	307,591	292,258
2.5.4	Alberta Library Board	40,139	60,120
2.5.5	Bibliographic services	1,309,509	1,294,745
2.6	Cultural Facilities		
2.6.1	Northern Alberta		
	Jubilee Auditorium	698,878	665,604
2.6.2	Southern Alberta		
	Jubilee Auditorium	749,958	664,179
2.7	Film Censorship		
2.7.1	Film censorship	216,805	214,394
		<u>21,173,215</u>	<u>20,961,403</u>
3	Historical Resources Development		
3.1	Management and Operations		
3.1.1	Program support	421,158	442,304
3.1.2	Archaeological survey	1,225,413	1,207,049
3.1.3	Provincial archives	1,089,486	1,097,450
3.1.4	Historic sites preservation	7,513,500	7,585,107
3.1.5	Provincial Museum	3,545,674	3,508,380
3.1.6	Tyrrell Museum of Palaeontology	2,652,506	2,605,948

Vote and Ref. No.	Program/Element	Estimates	Expended
3.2	Historical Facility Development		
3.2.2	Ukrainian Cultural Heritage Village	\$ 383,866	\$ 383,311
3.2.3	Reynolds-Alberta Museum	444,000	439,549
3.2.4	Remington-Alberta Carriage Centre	375,500	359,769
3.3	Financial Assistance for Heritage Preservation		
3.3.1	Grants heritage preservation	935,701	937,680
3.3.2	Government House Foundation	50,000	50,000
3.3.3	Glenbow-Alberta Institute	4,180,533	4,180,533
3.3.4	The Dinosaur project: China - Canada - Alberta Ex Terra	—	1,444,000
		<u>22,817,337</u>	<u>24,241,080</u>
4	Heritage Development		
4.1	Multicultural Commission Board		
4.1.1	Multicultural Commission Board	259,330	253,595
4.2	Program Administration		
4.2.1	Head office	293,248	333,045
4.2.2	Northern branch	331,212	275,145
4.2.3	Southern branch	412,279	424,322
4.3	Multicultural Grants		
4.3.2	Special project grants	50,000	15,000
		<u>1,346,069</u>	<u>1,301,107</u>
		<u>47,761,000</u>	<u>48,918,702</u>
STATUTORY APPROPRIATIONS			
	Culture and Multiculturalism Revolving Fund	42,000	11,390
	Department Total	<u>\$ 47,803,000</u>	<u>\$ 48,930,092</u>

CULTURE AND MULTICULTURALISM
 REVENUE
 FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
National Museum core funding	\$ 187,000	\$ 187,000
Fees, Permits and Licences	<u>193,538</u>	<u>185,390</u>
Other Revenue:		
Refunds of expenditure	1,174,419	16,832
Miscellaneous:		
Jubilee Auditoriums	1,414,957	1,805,899
Other	<u>7,964</u>	<u>4,439</u>
	<u>2,597,340</u>	<u>1,827,170</u>
Total revenue	<u>\$2,977,878</u>	<u>\$2,199,560</u>

The Department of Economic Development and Trade is responsible for the implementation of the economic strategy of the Government of Alberta.

Statement No. 3.8.1

ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 3,726,531	\$ —	\$ —	\$ —	\$ 3,726,531	\$ 3,616,100	\$ 110,431
2	Business and Trade Development							
2.1	Small Business and Industry	11,562,147	—	—	(676,399)	10,885,748	10,414,219	471,529
2.2	Trade and Investment	7,514,321	—	—	394,145	7,908,466	7,759,800	148,666
2.3	Policy and Planning	3,887,821	—	—	818,100	4,705,921	4,493,391	212,530
2.4	Financial Assistance for Alberta Business	3,355,818	—	—	(594,096)	2,761,722	1,393,076	1,368,646
2.5	Promotion of Trade and Tourism	443,763	—	—	58,250	502,013	498,676	3,337
		<u>26,763,870</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>26,763,870</u>	<u>24,559,162</u>	<u>2,204,708</u>
3	Financing - Economic Development Projects							
3.1	Transportation Infrastructure	72,878	—	—	—	72,878	42,878	30,000
3.3	Expansion/Consolidation Projects	15,728,000	—	—	—	15,728,000	11,203,000	4,525,000
		<u>15,800,878</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>15,800,878</u>	<u>11,245,878</u>	<u>4,555,000</u>
	Less: capitalized as a voted non-budgetary disbursement	(14,388,000)	—	—	—	(14,388,000)	(9,863,000)	(4,525,000)
		<u>1,412,878</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,412,878</u>	<u>1,382,878</u>	<u>30,000</u>
4	International Assistance	<u>2,131,972</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,131,972</u>	<u>2,117,695</u>	<u>14,277</u>
6	Small Business Interest Shielding Assistance	<u>25,465,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>25,465,000</u>	<u>1,461,493</u>	<u>24,003,507</u>
7	Financial Assistance to Alberta Opportunity Company	44,000,000	—	—	—	44,000,000	35,105,558	8,894,442
	Less: capitalized as a voted non-budgetary disbursement	(33,000,000)	—	—	—	(33,000,000)	(24,105,558)	(8,894,442)
		<u>11,000,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>11,000,000</u>	<u>11,000,000</u>	<u>—</u>
	TOTAL 1990	<u>\$ 70,500,251</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 70,500,251</u>	<u>\$ 44,137,328</u>	<u>\$ 26,362,923</u>
	TOTAL 1989	<u>\$ 48,885,000</u>	<u>\$ —</u>	<u>\$ 8,750,000</u>	<u>\$ —</u>	<u>\$ 57,635,000</u>	<u>\$ 52,637,010</u>	<u>\$ 4,997,990</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.8.2

ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,253,382	\$ —	\$ —	\$ (34,265)	\$ 2,219,117	\$ 2,132,658	\$ 86,459
	Supplies and services	1,308,676	—	—	—	1,308,676	1,293,672	15,004
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	119,858	—	—	26,880	146,738	141,327	5,411
	Other	44,615	—	—	7,385	52,000	48,443	3,557
	TOTAL 1990	\$ 3,726,531	\$ —	\$ —	\$ —	\$ 3,726,531	\$ 3,616,100	\$ 110,431
	TOTAL 1989	\$ 3,639,046	\$ —	\$ —	\$ —	\$ 3,639,046	\$ 3,401,983	\$ 237,063
2	Business and Trade Development							
	Salaries, wages and employee benefits	\$ 11,955,860	\$ —	\$ —	\$ (423,820)	\$ 11,532,040	\$ 11,331,064	\$ 200,976
	Supplies and services	9,514,496	—	—	408,800	9,923,296	9,400,861	522,435
	Grants	5,007,254	—	—	—	5,007,254	3,535,741	1,471,513
	Purchase of fixed assets	286,260	—	—	15,020	301,280	291,496	9,784
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 26,763,870	\$ —	\$ —	\$ —	\$ 26,763,870	\$ 24,559,162	\$ 2,204,708
	TOTAL 1989 (a)	\$ 26,524,566	\$ —	\$ —	\$ —	\$ 26,524,566	\$ 22,589,282	\$ 3,935,284
3	Financing - Economic Development Projects							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	1,382,878	—	—	—	1,382,878	1,382,878	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	14,418,000	—	—	—	14,418,000	9,863,000	4,555,000
		15,800,878	—	—	—	15,800,878	11,245,878	4,555,000
	Less: capitalized as a voted non-budgetary disbursement	(14,388,000)	—	—	—	(14,388,000)	(9,863,000)	(4,525,000)
	TOTAL 1990	\$ 1,412,878	\$ —	\$ —	\$ —	\$ 1,412,878	\$ 1,382,878	\$ 30,000
	TOTAL 1989	\$ 2,615,000	\$ —	\$ 8,500,000	\$ —	\$ 11,115,000	\$ 11,025,474	\$ 89,526
4	International Assistance							
	Salaries, wages and employee benefits	\$ 103,375	\$ —	\$ —	\$ 4,000	\$ 107,375	\$ 107,332	\$ 43
	Supplies and services	28,597	—	—	(4,000)	24,597	12,566	12,031
	Grants	2,000,000	—	—	—	2,000,000	1,997,797	2,203
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 2,131,972	\$ —	\$ —	\$ —	\$ 2,131,972	\$ 2,117,695	\$ 14,277
	TOTAL 1989	\$ 3,241,388	\$ —	\$ 250,000	\$ —	\$ 3,491,388	\$ 3,476,267	\$ 15,121

Statement No. 3.8.2 (cont'd)

ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Support for Economic Diversification Initiatives							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	TOTAL 1989 (a)	\$ 465,000	\$ —	\$ —	\$ —	\$ 465,000	\$ 275,000	\$ 190,000
6	Small Business Interest Shielding Assistance							
	Salaries, wages and employee benefits	\$ 172,500	\$ —	\$ —	\$ —	\$ 172,500	\$ 73,032	\$ 99,468
	Supplies and services	257,500	—	—	303,300	560,800	515,978	44,822
	Grants	25,000,000	—	—	(303,300)	24,696,700	855,990	23,840,710
	Purchase of fixed assets	35,000	—	—	—	35,000	16,493	18,507
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 25,465,000	\$ —	\$ —	\$ —	\$ 25,465,000	\$ 1,461,493	\$ 24,003,507
	TOTAL 1989	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
7	Financial Assistance to Alberta Opportunity Company							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	11,000,000	—	—	—	11,000,000	11,000,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	33,000,000	—	—	—	33,000,000	24,105,558	8,894,442
		44,000,000	—	—	—	44,000,000	35,105,558	8,894,442
	Less: capitalized as a voted non-budgetary disbursement	(33,000,000)	—	—	—	(33,000,000)	(24,105,558)	(8,894,442)
	TOTAL 1990	\$ 11,000,000	\$ —	\$ —	\$ —	\$ 11,000,000	\$ 11,000,000	\$ —
	TOTAL 1989	\$ 12,400,000	\$ —	\$ —	\$ —	\$ 12,400,000	\$ 11,869,004	\$ 530,996
	Department Total 1990	\$ 70,500,251	\$ —	\$ —	\$ —	\$ 70,500,251	\$ 44,137,328	\$ 26,362,923
	Department Total 1989	\$ 48,885,000	\$ —	\$ 8,750,000	\$ —	\$ 57,635,000	\$ 52,637,010	\$ 4,997,990

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.8.3

ECONOMIC DEVELOPMENT AND TRADE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 357,606	\$ 262,044
1.0.2	Chief deputy minister's office	287,513	292,902
1.0.3	Deputy minister's office - policy and planning	248,625	197,967
1.0.4	Finance and administration	2,158,003	2,080,964
1.0.5	Communications and information	355,071	444,314
1.0.6	Human resources	319,713	337,909
		<u>3,726,531</u>	<u>3,616,100</u>
2	Business and Trade Development		
2.1	Small Business and Industry		
2.1.1	Administrative support	227,552	223,955
2.1.2	Industry development	3,528,807	3,165,507
2.1.3	Business counselling and development	6,050,749	5,196,694
2.1.4	Business finance development	671,639	834,559
2.1.5	Research and analysis services	398,855	393,380
2.1.6	Small business term assistance plan - administration	19,545	17,097
2.1.7	Capital loan guarantee program - administration	665,000	583,027
2.2	Trade and Investment		
2.2.1	Administrative support	560,925	541,979
2.2.2	Trade development - Americas	1,997,261	2,143,903
2.2.3	Trade development - overseas	2,521,401	2,409,148
2.2.4	International investment promotion	762,319	1,149,164
2.2.5	Trade show promotion	822,680	1,019,200
2.2.6	Market research and international finance	349,735	260,223
2.2.7	Petroleum technology training centre	500,000	236,183
2.3	Policy and Planning		
2.3.1	Transportation services	2,217,153	2,393,897
2.3.2	Futures compendium	391,754	423,579
2.3.3	Policy development and coordination	1,278,914	1,675,915
2.4	Financial Assistance for Alberta Business		
2.4.1	Export services support	1,480,467	151,501
2.4.2	Market development assistance	688,000	365,001
2.4.3	Product development assistance	230,000	222,519
2.4.4	Small business incubators	500,000	379,225
2.4.5	Small business equity corporations	457,351	274,830
2.5	Promotion of Trade and Tourism		
2.5.1	Commissioner General for Trade and Tourism	443,763	498,676
		<u>26,763,870</u>	<u>24,559,162</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Financing - Economic Development Projects		
3.1	Transportation Infrastructure		
3.1.1	Rail relocation - Fort Saskatchewan	\$ 30,000	\$ —
3.1.2	Capital construction - debt repayment	42,878	42,878
3.3	Expansion/Consolidation Projects		
3.3.4	XL Food Systems Ltd.	1,500,000	—
3.3.5	EDO Canada Ltd.	3,628,000	3,628,000
3.3.6	Glacier Ammonia Ltd.	1,600,000	500,000
3.3.7	Gainers Inc.	4,000,000	2,000,000
3.3.9	Engineered Profiles (1989) Limited	4,000,000	4,000,000
3.3.10	Tycor International Inc.	1,000,000	1,000,000
3.3.12	Peigan Crafts Ltd.	—	75,000
		<u>15,800,878</u>	<u>11,245,878</u>
	Less: capitalized as a voted non-budgetary disbursement	(14,388,000)	(9,863,000)
		<u>1,412,878</u>	<u>1,382,878</u>
4	International Assistance		
4.0.1	Administrative support	131,972	139,898
4.0.2	Grants	2,000,000	1,977,797
		<u>2,131,972</u>	<u>2,117,695</u>
6	Small Business Interest Shielding Assistance		
6.0.1	Administration	465,000	605,503
6.0.2	Interest shielding grants	25,000,000	855,990
		<u>25,465,000</u>	<u>1,461,493</u>
7	Financial Assistance to Alberta Opportunity Company		
7.0.1	Operating grant	11,000,000	11,000,000
7.0.2	Venture capital financing	30,000,000	23,660,725
7.0.3	Pre-venture capital financing	3,000,000	444,833
		<u>44,000,000</u>	<u>35,105,558</u>
	Less: capitalized as a voted non-budgetary disbursement	(33,000,000)	(24,105,558)
		<u>11,000,000</u>	<u>11,000,000</u>
	Department Total	<u>\$ 70,500,251</u>	<u>\$ 44,137,328</u>

Statement No. 3.8.4

ECONOMIC DEVELOPMENT AND TRADE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Western economic diversification	\$ —	\$ 9,500,000
Other	851	4,654
	<u>851</u>	<u>9,504,654</u>
Fees, Permits and Licences	<u>271,536</u>	<u>141,223</u>
Other Revenue:		
Investment income	495,898	276,217
Refunds of expenditure	1,535,352	1,597,757
Miscellaneous	389,229	679,985
	<u>2,420,479</u>	<u>2,553,959</u>
Total revenue	<u>\$2,692,866</u>	<u>\$12,199,836</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Education is responsible for the establishment, operation, administration, and management of primary and secondary education programs. The overall objective is to maintain and increase the quality of education in all parts of Alberta, while ensuring maximum value for each dollar spent.

Statement No. 3.9.1

EDUCATION

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 11,899,465	\$ —	\$ —	\$ —	\$ 11,899,465	\$ 11,526,062	\$ 373,403
2	Financial Assistance to Schools							
2.1	Provincial Contribution to the School Foundation Program Fund	955,481,100	—	—	(1,500,000)	953,981,100	953,681,100	300,000
2.2	Special Assistance to School Boards	286,465,300	—	2,900,000	3,700,000	293,065,300	290,930,637	2,134,663
2.3	Early Childhood Services	73,180,000	—	—	(2,300,000)	70,880,000	70,838,990	41,010
2.4	Private School Assistance	16,261,500	—	—	100,000	16,361,500	16,282,780	78,720
		<u>1,331,387,900</u>	<u>—</u>	<u>2,900,000</u>	<u>—</u>	<u>1,334,287,900</u>	<u>1,331,733,507</u>	<u>2,554,393</u>
3	Student Programs, Evaluation and Program Delivery							
3.1	Student Programs and Evaluation	27,552,850	(262,277)	1,860,000	342,730	29,493,303	29,024,844	468,459
3.2	Program Delivery	15,782,750	—	588,000	(342,730)	16,028,020	15,439,917	588,103
		<u>43,335,600</u>	<u>(262,277)</u>	<u>2,448,000</u>	<u>—</u>	<u>45,521,323</u>	<u>44,464,761</u>	<u>1,056,562</u>
		<u>1,386,622,965</u>	<u>(262,277)</u>	<u>5,348,000</u>	<u>—</u>	<u>1,391,708,688</u>	<u>1,387,724,330</u>	<u>3,984,358</u>
STATUTORY APPROPRIATIONS								
	Education Revolving Fund	97,100	—	—	—	97,100	960,238	(863,138)
	TOTAL 1990	<u>\$ 1,386,720,065</u>	<u>\$ (262,277)(a)</u>	<u>\$ 5,348,000</u>	<u>\$ —</u>	<u>\$ 1,391,805,788</u>	<u>\$ 1,388,684,568</u>	<u>\$ 3,121,220</u>
	TOTAL 1989	<u>\$ 1,287,704,250</u>	<u>\$ —</u>	<u>\$ 5,068,500</u>	<u>\$ —</u>	<u>\$ 1,292,772,750</u>	<u>\$ 1,284,677,965</u>	<u>\$ 8,094,785</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.9.2

EDUCATION

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	
VOTED APPROPRIATIONS								
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 8,382,500	\$ —	\$ —	\$ —	\$ 8,382,500	\$ 8,180,117	\$ 202,383
	Supplies and services	2,879,850	—	—	—	2,879,850	2,708,892	170,958
	Grants	378,000	—	—	—	378,000	392,187	(14,187)
	Purchase of fixed assets	209,500	—	—	—	209,500	193,469	16,031
	Other	49,615	—	—	—	49,615	51,397	(1,782)
	TOTAL 1990	\$ 11,899,465	\$ —	\$ —	\$ —	\$ 11,899,465	\$ 11,526,062	\$ 373,403
	TOTAL 1989 (a)	\$ 11,277,715	\$ —	\$ 150,000	\$ —	\$ 11,427,715	\$ 11,405,978	\$ 21,737
2	Financial Assistance to Schools							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ 558,149	\$ 558,149	\$ 516,007	\$ 42,142
	Supplies and services	—	—	—	94,300	94,300	164,319	(70,019)
	Grants	1,331,387,900	—	2,900,000	(777,449)	1,333,510,451	1,330,934,503	2,575,948
	Purchase of fixed assets	—	—	—	125,000	125,000	118,678	6,322
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,331,387,900	\$ —	\$ 2,900,000	\$ —	\$ 1,334,287,900	\$ 1,331,733,507	\$ 2,554,393
	TOTAL 1989 (a)	\$ 1,236,829,000	\$ —	\$ —	\$ —	\$ 1,236,829,000	\$ 1,228,354,779	\$ 8,474,221
3	Student Programs, Evaluation and Program Delivery							
	Salaries, wages and employee benefits	\$ 24,023,200	\$ —	\$ 703,800	\$ —	\$ 24,727,000	\$ 24,964,844	\$ (237,844)
	Supplies and services	18,691,850	(262,277)	1,723,700	—	20,153,273	18,942,363	1,210,910
	Grants	171,000	—	—	—	171,000	139,485	31,515
	Purchase of fixed assets	449,550	—	20,500	—	470,050	418,069	51,981
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 43,335,600	\$ (262,277)	\$ 2,448,000	\$ —	\$ 45,521,323	\$ 44,464,761	\$ 1,056,562
	TOTAL 1989 (a)	\$ 39,349,685	\$ —	\$ 4,918,500	\$ —	\$ 44,268,185	\$ 44,717,937	\$ (449,752)
	Total Voted 1990	\$ 1,386,622,965	\$ (262,277)	\$ 5,348,000	\$ —	\$ 1,391,708,688	\$ 1,387,724,330	\$ 3,984,358
	Total Voted 1989	\$ 1,287,456,400	\$ —	\$ 5,068,500	\$ —	\$ 1,292,524,900	\$ 1,284,478,694	\$ 8,046,206
STATUTORY APPROPRIATIONS								
	Education Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	350,000	—	—	—	350,000	2,093,239	(1,743,239)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	207,100	—	—	—	207,100	54,261	152,839
	Other	(460,000)	—	—	—	(460,000)	(1,187,262)	727,262
	Total Statutory 1990	\$ 97,100	\$ —	\$ —	\$ —	\$ 97,100	\$ 960,238	\$ (863,138)
	Total Statutory 1989	\$ 247,850	\$ —	\$ —	\$ —	\$ 247,850	\$ 199,271	\$ 48,579
	Department Total 1990	\$ 1,386,720,065	\$ (262,277)(b)	\$ 5,348,000	\$ —	\$ 1,391,805,788	\$ 1,388,684,568	\$ 3,121,220
	Department Total 1989	\$ 1,287,704,250	\$ —	\$ 5,068,500	\$ —	\$ 1,292,772,750	\$ 1,284,677,965	\$ 8,094,785

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.9.3

EDUCATION

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
	VOTED APPROPRIATIONS		
1	Departmental Support Services		
1.0.1	Minister's office	\$ 270,015	\$ 354,191
1.0.2	Deputy minister's office	314,550	326,182
1.0.3	Assistant deputy minister - finance and administration	194,650	205,045
1.0.4	Finance and support services	2,463,200	2,246,354
1.0.5	Educational grants to individuals, organizations and agencies	378,000	392,187
1.0.6	School business administration services	867,900	766,508
1.0.7	School buildings services	1,097,400	1,089,433
1.0.8	Human resource services	613,750	578,995
1.0.9	Legislative services	336,700	278,552
1.0.10	Information services	2,809,950	2,725,071
1.0.11	Communications	313,800	326,855
1.0.12	Planning secretariat	2,239,550	2,236,689
		<u>11,899,465</u>	<u>11,526,062</u>
2	Financial Assistance to Schools		
2.1	Provincial Contribution to the School Foundation Program Fund		
2.1.1	Building and equipment support	178,882,000	178,882,000
2.1.2	Pupil instruction, transportation and boarding	776,599,100	774,799,100
2.2	Special Assistance to School Boards		
2.2.1	Fiscal equity grants	69,778,800	75,145,178
2.2.2	Special education grants	92,178,100	94,567,560
2.2.3	Special pupil need grants	43,398,400	39,631,520
2.2.4	General educational grants	81,110,000	81,586,379
2.3	Early Childhood Services		
2.3.1	Pre-school education grants	73,180,000	70,838,990
2.4	Private School Assistance		
2.4.1	Grants to private schools	16,261,500	16,282,780
		<u>1,331,387,900</u>	<u>1,331,733,507</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Student Programs, Evaluation and Program Delivery		
3.1	Student Programs and Evaluation		
3.1.1	Assistant deputy minister - student programs and evaluation	\$ 222,600	\$ 242,173
3.1.2	Student evaluation and records	7,508,000	7,636,541
3.1.3	Curriculum design	3,238,150	3,638,403
3.1.4	Language services	2,449,200	2,120,397
3.1.5	Native education project	506,250	478,974
3.1.6	Curriculum support	3,217,200	3,312,597
3.1.7	Alberta Correspondence School	7,441,450	9,083,898
3.1.8	Distance education project	2,970,000	2,511,861
3.2	Program Delivery		
3.2.1	Assistant deputy minister - program delivery	314,250	331,132
3.2.2	Community and international education	1,133,900	1,110,311
3.2.3	Alberta response centres	5,977,000	5,796,380
3.2.4	Grande Prairie regional office	833,900	835,978
3.2.5	Edmonton regional office	2,392,800	2,391,818
3.2.6	Calgary regional office	1,680,400	1,610,728
3.2.7	Lethbridge regional office	892,150	900,060
3.2.8	Red Deer regional office	1,062,150	1,081,947
3.2.9	Teacher certification	1,496,200	1,261,433
3.2.10	Appeals and student attendance secretariat	—	120,130
		<u>43,335,600</u>	<u>44,464,761</u>
		<u>1,386,622,965</u>	<u>1,387,724,330</u>
	STATUTORY APPROPRIATIONS		
	Education Revolving Fund	97,100	960,238
	Department Total	<u>\$ 1,386,720,065</u>	<u>\$ 1,388,684,568</u>

EDUCATION
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Bilingualism	\$ 449,085	\$ 10,973
Fees, Permits and Licences:		
Correspondence courses	946,353	928,709
Rental of portable classrooms	89,200	85,600
Other	706,046	557,401
	<u>1,741,599</u>	<u>1,571,710</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	896,464	1,908,625
Salaries and expenses	219,786	8,747
Services and supplies to staff	25,549	31,664
Other	47,015	50,616
Miscellaneous	206,423	369,873
	<u>1,395,237</u>	<u>2,369,525</u>
Total revenue	<u>\$3,585,921</u>	<u>\$3,952,208</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Energy is responsible for the administration and management of Alberta's energy and mineral resources.

Statement No. 3.10.1

ENERGY

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
1.1	Central Support Services	\$ 988,248	\$ —	\$ —	\$ —	\$ 988,248	\$ 960,733	\$ 27,515
1.2	Finance and Administrative Services	6,448,065	—	—	—	6,448,065	6,429,912	18,153
		<u>7,436,313</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>7,436,313</u>	<u>7,390,645</u>	<u>45,668</u>
2	Minerals Management							
2.1	Mineral Resources	6,678,955	—	—	342,280	7,021,235	6,353,091	668,144
2.2	Mineral Revenue	13,547,902	—	—	(60,000)	13,487,902	12,936,873	551,029
2.3	Policy Analysis and Planning	3,830,392	—	—	12,500	3,842,892	3,679,711	163,181
2.4	Scientific and Engineering Services	13,947,153	—	—	(24,780)	13,922,373	13,178,355	744,018
2.5	Projects and Supply Development	2,346,684	—	—	(270,000)	2,076,684	1,649,834	426,850
		<u>40,351,086</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>40,351,086</u>	<u>37,797,864</u>	<u>2,553,222</u>
	Less: capitalized as a voted non-budgetary disbursement	(4,300,000)	—	—	—	(4,300,000)	(4,300,000)	—
		<u>36,051,086</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>36,051,086</u>	<u>33,497,864</u>	<u>2,553,222</u>
3	Assistance for Oil Sands Projects	13,350,000	—	—	—	13,350,000	10,549,890	2,800,110
	Less: capitalized as a voted non-budgetary disbursement	(900,000)	—	—	—	(900,000)	—	(900,000)
		<u>12,450,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>12,450,000</u>	<u>10,549,890</u>	<u>1,900,110</u>
5	Oil Sands Research Assistance	32,801,250	(3,232)	—	—	32,798,018	32,761,578	36,440
6	Petroleum Marketing and Market Research	7,210,000	—	—	—	7,210,000	7,210,000	—
7	Oil Sands Equity Management	1,445,144	—	200,000	—	1,645,144	1,601,361	43,783
8	Electric Energy Marketing	4,228,000	—	824,000	—	5,052,000	4,909,938	142,062
	TOTAL 1990	\$ 101,621,793 (b)	\$ (3,232)(c)	\$ 1,024,000	\$ —	\$ 102,642,561	\$ 97,921,276	\$ 4,721,285
	TOTAL 1989 (a)	\$ 87,801,058	\$ —	\$ 12,327,940	\$ —	\$ 100,128,998	\$ 94,228,598	\$ 5,900,400

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Includes \$4,756,392 transferred from Transportation and Utilities under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.10.2

ENERGY
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 5,456,310	\$ —	\$ —	\$ —	\$ 5,456,310	\$ 5,428,923	\$ 27,387
	Supplies and services	1,776,393	—	—	25,000	1,801,393	1,746,848	54,545
	Grants	25,000	—	—	(25,000)	—	—	—
	Purchase of fixed assets	118,295	—	—	—	118,295	153,387	(35,092)
	Other	60,315	—	—	—	60,315	61,487	(1,172)
	TOTAL 1990	\$ 7,436,313	\$ —	\$ —	\$ —	\$ 7,436,313	\$ 7,390,645	\$ 45,668
	TOTAL 1989 (a)	\$ 7,298,627	\$ —	\$ —	\$ —	\$ 7,298,627	\$ 7,197,483	\$ 101,144
2	Minerals Management							
	Salaries, wages and employee benefits	\$ 15,521,393	\$ —	\$ —	\$ (240,000)	\$ 15,281,393	\$ 14,926,414	\$ 354,979
	Supplies and services	9,424,820	—	—	—	9,424,820	8,864,195	560,625
	Grants	10,550,739	—	—	—	10,550,739	9,006,980	1,543,759
	Purchase of fixed assets	554,134	—	—	240,000	794,134	700,275	93,859
	Other	4,300,000	—	—	—	4,300,000	4,300,000	—
		40,351,086	—	—	—	40,351,086	37,797,864	2,553,222
	Less: capitalized as a voted non-budgetary disbursement	(4,300,000)	—	—	—	(4,300,000)	(4,300,000)	—
	TOTAL 1990	\$ 36,051,086	\$ —	\$ —	\$ —	\$ 36,051,086	\$ 33,497,864	\$ 2,553,222
	TOTAL 1989 (a)	\$ 33,255,531	\$ —	\$ 850,000	\$ —	\$ 34,105,531	\$ 31,564,293	\$ 2,541,238
3	Assistance for Oil Sands Projects							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	12,450,000	—	—	—	12,450,000	10,549,890	1,900,110
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	900,000	—	—	—	900,000	—	900,000
		13,350,000	—	—	—	13,350,000	10,549,890	2,800,110
	Less: capitalized as a voted non-budgetary disbursement	(900,000)	—	—	—	(900,000)	—	(900,000)
	TOTAL 1990	\$ 12,450,000	\$ —	\$ —	\$ —	\$ 12,450,000	\$ 10,549,890	\$ 1,900,110
	TOTAL 1989 (a)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
4	Petroleum Incentives Administration							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	TOTAL 1989 (a)	\$ 3,421,000	\$ —	\$ —	\$ —	\$ 3,421,000	\$ 2,446,287	\$ 974,713

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.10.2 (cont'd)

ENERGY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Oil Sands Research Assistance							
	Salaries, wages and employee benefits	\$ 2,613,250	\$ (3,232)	\$ —	\$ —	\$ 2,610,018	\$ 2,480,433	\$ 129,585
	Supplies and services	816,000	—	—	—	816,000	923,993	(107,993)
	Grants	29,357,000	—	—	—	29,357,000	29,352,050	4,950
	Purchase of fixed assets	5,000	—	—	—	5,000	2,352	2,648
	Other	10,000	—	—	—	10,000	2,750	7,250
	TOTAL 1990	\$ 32,801,250	\$ (3,232)	\$ —	\$ —	\$ 32,798,018	\$ 32,761,578	\$ 36,440
	TOTAL 1989	\$ 29,497,000	\$ —	\$ —	\$ —	\$ 29,497,000	\$ 29,500,232	\$ (3,232)
6	Petroleum Marketing and Market Research							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	7,210,000	—	—	—	7,210,000	7,210,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 7,210,000	\$ —	\$ —	\$ —	\$ 7,210,000	\$ 7,210,000	\$ —
	TOTAL 1989	\$ 6,985,900	\$ —	\$ —	\$ —	\$ 6,985,900	\$ 6,985,900	\$ —
7	Oil Sands Equity Management							
	Salaries, wages and employee benefits	\$ 721,644	\$ —	\$ —	\$ —	\$ 721,644	\$ 585,770	\$ 135,874
	Supplies and services	688,500	—	200,000	—	888,500	983,005	(94,505)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	20,000	—	—	—	20,000	20,112	(112)
	Other	15,000	—	—	—	15,000	12,474	2,526
	TOTAL 1990	\$ 1,445,144	\$ —	\$ 200,000	\$ —	\$ 1,645,144	\$ 1,601,361	\$ 43,783
	TOTAL 1989	\$ 3,761,000	\$ —	\$ —	\$ —	\$ 3,761,000	\$ 3,039,088	\$ 721,912
8	Electric Energy Marketing							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	4,228,000	—	824,000	—	5,052,000	4,909,938	142,062
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 4,228,000	\$ —	\$ 824,000	\$ —	\$ 5,052,000	\$ 4,909,938	\$ 142,062
	TOTAL 1989 (a)	\$ 3,582,000	\$ —	\$ 11,477,940	\$ —	\$ 15,059,940	\$ 13,495,315	\$ 1,564,625
	Department Total 1990	\$ 101,621,793(b)	\$ (3,232)(c)	\$ 1,024,000	\$ —	\$ 102,642,561	\$ 97,921,276	\$ 4,721,285
	Department Total 1989 (a)	\$ 87,801,058	\$ —	\$ 12,327,940	\$ —	\$ 100,128,998	\$ 94,228,598	\$ 5,900,400

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Includes \$4,756,392 transferred from Transportation and Utilities under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.10.3

ENERGY
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.1	Central Support Services		
1.1.1	Minister's office	\$ 432,955	\$ 508,338
1.1.2	Deputy minister's office	555,293	452,395
1.2	Finance and Administrative Services		
1.2.1	Senior assistant deputy minister	48,772	51,679
1.2.2	General services	1,801,700	1,779,867
1.2.3	Financial services	1,537,672	1,532,019
1.2.4	Human resources	631,776	625,188
1.2.5	Automated information services	2,190,594	2,205,783
1.2.6	Internal audit	172,713	179,063
1.2.7	Legal services	64,838	56,313
		<u>7,436,313</u>	<u>7,390,645</u>
2	Minerals Management		
2.1	Mineral Resources		
2.1.1	Support services	2,616,503	2,818,782
2.1.2	Resource agreements	4,062,452	3,534,309
2.2	Mineral Revenue		
2.2.1	Assistant deputy minister's office	245,692	278,197
2.2.2	Royalty/incentive assessment operations	4,598,362	4,376,390
2.2.3	Royalty information management and control	4,581,120	4,399,896
2.2.4	Revenue audit	2,515,118	2,333,432
2.2.5	Mineral revenue system	1,607,610	1,548,958
2.3	Policy Analysis and Planning		
2.3.1	Markets and regulation	828,870	762,631
2.3.2	Forecasting and financial assessment	854,711	827,119
2.3.3	Energy conservation	1,325,395	1,432,649
2.3.4	Administrative support	293,024	337,236
2.3.5	Utilities policy development	368,392	278,890
2.3.6	Small power research and development	160,000	41,186
2.4	Scientific and Engineering Services		
2.4.1	Administrative support	874,855	1,790,027
2.4.2	Conservation and renewable energy research	939,850	746,204
2.4.3	Coal research	4,244,495	3,817,936
2.4.4	Coal for Ontario	3,587,953	2,524,188
2.4.5	Investment in Smoky River Coal Limited	4,300,000	4,300,000
2.5	Projects and Supply Development		
2.5.1	Administrative support	280,500	217,597
2.5.2	Oil sands upgrading	967,842	699,492
2.5.3	Conventional oil, gas and coal	1,098,342	732,745
		<u>40,351,086</u>	<u>37,797,864</u>
	Less: capitalized as a voted non-budgetary disbursement	<u>(4,300,000)</u>	<u>(4,300,000)</u>
		<u>36,051,086</u>	<u>33,497,864</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Assistance for Oil Sands Projects		
3.0.1	OSLO project	\$ 13,350,000	\$ 10,549,890
	Less: capitalized as a voted non-budgetary disbursement	(900,000)	—
		<u>12,450,000</u>	<u>10,549,890</u>
5	Oil Sands Research Assistance		
5.0.1	Alberta Oil Sands Technology and Research Authority - administration	3,452,250	3,409,528
5.0.2	Research grants	29,349,000	29,352,050
		<u>32,801,250</u>	<u>32,761,578</u>
6	Petroleum Marketing and Market Research		
6.0.1	Alberta Petroleum Marketing Commission	7,210,000	7,210,000
7	Oil Sands Equity Management		
7.0.1	Alberta Oil Sands Equity	1,445,144	1,601,361
8	Electric Energy Marketing		
8.0.1	Electric energy marketing administration	481,462	340,872
8.0.2	Grants for electric energy price shielding	3,746,538	4,569,066
		<u>4,228,000</u>	<u>4,909,938</u>
	Department Total	<u>\$ 101,621,793(a)</u>	<u>\$ 97,921,276</u>

(a) Includes \$4,756,392 transferred from Transportation and Utilities under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.10.4

ENERGY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Taxes:		
Freehold mineral rights tax	\$ 68,831,723	\$ 70,860,224
Other	670	810
	<u>68,832,393</u>	<u>70,861,034</u>
Non-Renewable Resource Revenue:		
Crude oil royalty	1,126,137,326	933,411,365
Natural gas and by-products royalty	960,585,951	988,705,640
Synthetic crude oil and bitumen royalty	27,720,112	18,980,202
Coal royalty	16,511,020	15,060,758
Rentals and fees:		
Petroleum and natural gas	66,029,076	67,349,698
Oil sands	6,413,496	6,644,752
Coal	2,585,021	2,671,371
Other	693,812	360,935
Bonuses and sales of Crown leases	389,082,156	449,541,183
Allocation to Natural Gas		
Rebates Fund	(1,893,738)	(12,076,310)
Other	577,317	2,787,347
	<u>2,594,441,549</u>	<u>2,473,436,941</u>
Transfers from Government Enterprises:		
Alberta Petroleum Marketing Commission	4,569,040	4,696,720
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	203,698	22,500
Other	—	11,408
Miscellaneous:		
Alberta Petroleum Incentives		
Program Fund administration fees	—	2,528,781
Other	896,497	1,862,679
	<u>1,100,195</u>	<u>4,425,368</u>
Total revenue	<u>\$2,668,943,177</u>	<u>\$2,553,420,063</u>

The Department of the Environment is responsible for the coordination of the policies, programs, services, and administrative procedures of departments and agencies of the Government in matters pertaining to the environment, and may undertake activities necessary to promote the improvement of the environment for the benefit of the people of Alberta and future generations.

Statement No. 3.11.1

ENVIRONMENT

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 7,782,978	\$ —	\$ 630,000	\$ —	\$ 8,412,978	\$ 7,532,243	\$ 880,735
2	Environmental Protection, Enhancement and Research							
2.1	Land Conservation	3,426,198	—	—	3,000	3,429,198	3,269,534	159,664
2.2	Environmental Assessment	4,576,256	—	1,500,000	—	6,076,256	5,997,064	79,192
2.3	Standards and Approvals	3,723,858	—	—	168,000	3,891,858	3,862,226	29,632
2.4	Wastes and Chemicals	13,396,075	—	1,000,000	(171,000)	14,225,075	13,667,539	557,536
2.5	Pollution Control	2,608,905	—	450,000	—	3,058,905	2,905,056	153,849
2.6	Environmental Research	11,104,802	—	232,290	—	11,337,092	11,321,476	15,616
		38,836,094	—	3,182,290	—	42,018,384	41,022,895	995,489
3	Water Resources Management							
3.1	Surface Water Development and Operations	16,945,627	—	—	—	16,945,627	16,326,077	619,550
3.2	Water Resources Administration	11,020,331	—	—	(1,020,000)	10,000,331	9,717,176	283,155
3.3	Water Resources Planning and Coordination	3,943,641	—	—	188,000	4,131,641	4,094,459	37,182
3.4	Data Collection and Inventory	14,560,329	—	2,300,000	832,000	17,692,329	18,421,309	(728,980)
		46,469,928	—	2,300,000	—	48,769,928	48,559,021	210,907
4	Special Waste Management Assistance	25,065,000	—	—	—	25,065,000	25,065,000	—
5	Overview and Coordination of Environmental Conservation	864,413	—	195,000	—	1,059,413	989,949	69,464
		119,018,413	—	6,307,290	—	125,325,703	123,169,108	2,156,595
STATUTORY APPROPRIATIONS								
	Water Resources Revolving Fund	354,000	—	—	—	354,000	24,090	329,910
	TOTAL 1990	\$ 119,372,413	\$ —	\$ 6,307,290	\$ —	\$ 125,679,703	\$ 123,193,198	\$ 2,486,505
	TOTAL 1989 (a)	\$ 108,691,331	\$ —	\$ 15,443,480	\$ —	\$ 124,134,811	\$ 120,812,235	\$ 3,322,576

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.11.2

ENVIRONMENT

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 5,336,279	\$ —	\$ —	\$ (7,000)	\$ 5,329,279	\$ 4,978,767	\$ 350,512
	Supplies and services	2,299,814	—	630,000	—	2,929,814	2,392,139	537,675
	Grants	17,500	—	—	—	17,500	17,500	—
	Purchase of fixed assets	84,770	—	—	—	84,770	92,379	(7,609)
	Other	44,615	—	—	7,000	51,615	51,458	157
	TOTAL 1990	\$ 7,782,978	\$ —	\$ 630,000	\$ —	\$ 8,412,978	\$ 7,532,243	\$ 880,735
	TOTAL 1989 (a)	\$ 7,341,884	\$ —	\$ —	\$ —	\$ 7,341,884	\$ 7,071,550	\$ 270,334
2	Environmental Protection, Enhancement and Research							
	Salaries, wages and employee benefits	\$ 22,240,152	\$ —	\$ 170,290	\$ (353,317)	\$ 22,057,125	\$ 21,617,151	\$ 439,974
	Supplies and services	10,826,151	—	2,637,500	230,685	13,694,336	13,329,757	364,579
	Grants	4,475,500	—	250,000	(54,200)	4,671,300	4,591,028	80,272
	Purchase of fixed assets	1,294,291	—	124,500	176,832	1,595,623	1,484,959	110,664
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 38,836,094	\$ —	\$ 3,182,290	\$ —	\$ 42,018,384	\$ 41,022,895	\$ 995,489
	TOTAL 1989 (a)	\$ 34,339,736	\$ —	\$ 5,858,480	\$ —	\$ 40,198,216	\$ 38,386,284	\$ 1,811,932
	3	Water Resources Management						
Salaries, wages and employee benefits		\$ 22,857,668	\$ —	\$ —	\$ (120,000)	\$ 22,737,668	\$ 21,871,865	\$ 865,803
Supplies and services		14,199,297	—	—	—	14,199,297	13,552,489	646,808
Grants		9,050,393	—	2,300,000	—	11,350,393	12,651,373	(1,300,980)
Purchase of fixed assets		362,570	—	—	120,000	482,570	483,294	(724)
Other		—	—	—	—	—	—	—
TOTAL 1990		\$ 46,469,928	\$ —	\$ 2,300,000	\$ —	\$ 48,769,928	\$ 48,559,021	\$ 210,907
TOTAL 1989 (a)		\$ 38,631,711	\$ —	\$ 9,585,000	\$ —	\$ 48,216,711	\$ 46,871,625	\$ 1,345,086
4		Special Waste Management Assistance						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	25,065,000	—	—	—	25,065,000	25,065,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 25,065,000	\$ —	\$ —	\$ —	\$ 25,065,000	\$ 25,065,000	\$ —
	TOTAL 1989	\$ 27,958,000	\$ —	\$ —	\$ —	\$ 27,958,000	\$ 27,958,000	\$ —

Statement No. 3.11.2 (cont'd)

ENVIRONMENT
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Overview and Coordination of Environmental Conservation							
	Salaries, wages and employee benefits	\$ 846,413	\$ —	\$ —	\$ —	\$ 846,413	\$ 776,949	\$ 69,464
	Supplies and services	—	—	—	—	—	—	—
	Grants	18,000	—	195,000	—	213,000	213,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 864,413	\$ —	\$ 195,000	\$ —	\$ 1,059,413	\$ 989,949	\$ 69,464
	TOTAL 1989	\$ 844,000	\$ —	\$ —	\$ —	\$ 844,000	\$ 795,782	\$ 48,218
	Total Voted 1990	\$ 119,018,413	\$ —	\$ 6,307,290	\$ —	\$ 125,325,703	\$ 123,169,108	\$ 2,156,595
	Total Voted 1989 (a)	\$ 109,115,331	\$ —	\$ 15,443,480	\$ —	\$ 124,558,811	\$ 121,083,241	\$ 3,475,570
STATUTORY APPROPRIATIONS								
	Water Resources Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	12,000	—	—	—	12,000	(63,908)	75,908
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	967,000	—	—	—	967,000	489,249	477,751
	Other	(625,000)	—	—	—	(625,000)	(401,251)	(223,749)
	Total Statutory 1990	\$ 354,000	\$ —	\$ —	\$ —	\$ 354,000	\$ 24,090	\$ 329,910
	Total Statutory 1989	\$ (424,000)	\$ —	\$ —	\$ —	\$ (424,000)	\$ (271,006)	\$ (152,994)
	Department Total 1990	\$ 119,372,413	\$ —	\$ 6,307,290	\$ —	\$ 125,679,703	\$ 123,193,198	\$ 2,486,505
	Department Total 1989 (a)	\$ 108,691,331	\$ —	\$ 15,443,480	\$ —	\$ 124,134,811	\$ 120,812,235	\$ 3,322,576

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.11.3

ENVIRONMENT
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 243,003	\$ 315,655
1.0.2	Deputy minister's office	363,196	357,918
1.0.3	Executive management	1,152,892	823,539
1.0.4	Systems and computing	1,293,600	1,224,791
1.0.5	Policy, planning and information services	1,774,701	2,039,013
1.0.6	Personnel and organization development	676,706	663,660
1.0.7	Finance and office services	2,278,880	2,107,667
		<u>7,782,978</u>	<u>7,532,243</u>
2	Environmental Protection, Enhancement and Research		
2.1	Land Conservation		
2.1.1	Regulated surface operations	523,634	480,282
2.1.2	Reclamation	353,048	313,149
2.1.3	Land conservation and reclamation council	2,262,530	2,194,980
2.1.4	Development and reclamation review	286,986	281,123
2.2	Environmental Assessment		
2.2.1	Environmental standards research and development	648,735	574,639
2.2.2	Environmental quality monitoring	2,341,773	2,346,223
2.2.3	Environmental impact assessment review	460,320	2,029,410
2.2.4	Land use	665,470	636,793
2.2.5	Community affairs	459,958	409,999
2.3	Standards and Approvals		
2.3.1	Air quality	1,470,191	1,447,821
2.3.2	Water quality	719,263	999,922
2.3.3	Municipal	1,534,404	1,414,483
2.4	Wastes and Chemicals		
2.4.1	Industrial wastes	2,330,593	2,993,876
2.4.2	Pesticide management	2,659,544	2,826,801
2.4.3	Recycling	1,390,209	1,297,552
2.4.4	Soils protection	931,699	827,809
2.4.5	Groundwater protection	2,341,416	2,139,402
2.4.6	Waste assistance	3,742,614	3,582,099
2.5	Pollution Control		
2.5.1	Investigations	2,207,686	2,666,192
2.5.2	Environmental compliance	401,219	238,864
2.6	Environmental Research		
2.6.1	Administrative support	1,391,214	1,360,690
2.6.2	Plant sciences	2,096,638	2,100,609
2.6.3	Chemistry	2,710,267	2,688,954
2.6.4	Animal sciences	2,135,604	2,170,985
2.6.5	Environmental technology	1,971,079	2,184,608
2.6.6	Acid deposition and Alberta Environmental Research Trust	800,000	815,630
		<u>38,836,094</u>	<u>41,022,895</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Water Resources Management		
3.1	Surface Water		
	Development and Operations		
3.1.1	Equipment, supplies and services	\$ 1,793,034	\$ 1,558,624
3.1.2	Construction	5,259,597	5,055,956
3.1.3	Design	2,170,692	2,124,139
3.1.4	Geotechnical	1,860,549	1,758,219
3.1.5	Irrigation headworks	2,384,350	2,526,785
3.1.6	Project management	3,477,405	3,302,354
3.2	Water Resources		
	Administration		
3.2.1	Director's office	94,193	101,441
3.2.2	Administrative support	412,671	419,774
3.2.3	Regional services	2,518,595	2,444,264
3.2.4	Cost sharing program for water management projects	5,445,000	4,356,155
3.2.5	Water rights licensing	1,876,297	1,796,806
3.2.6	Dam safety	673,575	598,736
3.3	Water Resources Planning and Coordination		
3.3.1	Administrative support	430,104	850,303
3.3.2	Northern river basins	1,136,428	985,465
3.3.3	Southern river basins	1,219,495	1,198,666
3.3.4	Planning services	1,157,614	1,060,025
3.4	Data Collection and Inventory		
3.4.1	Administrative support	223,807	241,340
3.4.2	Hydrology	942,222	934,950
3.4.3	Surveys	5,611,227	5,191,527
3.4.4	River engineering	681,681	609,803
3.4.5	River forecast centre	604,515	761,533
3.4.6	Groundwater development	6,496,877	10,682,156
		<u>46,469,928</u>	<u>48,559,021</u>
4	Special Waste Management Assistance		
4.0.1	Alberta Special Waste Management Corporation	25,065,000	25,065,000
5	Overview and Coordination of Environmental Conservation		
5.0.1	Environment Council of Alberta	864,413	989,949
		<u>119,018,413</u>	<u>123,169,108</u>
STATUTORY APPROPRIATIONS			
	Water Resources Revolving Fund	354,000	24,090
	Department Total	<u>\$ 119,372,413</u>	<u>\$ 123,193,198</u>

ENVIRONMENT
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada	\$ 462,263	\$ 45,634
Fees, Permits and Licences:		
Water power	298,134	284,761
Other	<u>29,244</u>	<u>45,012</u>
	<u>327,378</u>	<u>329,773</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	47,090	47,618
Other	204,981	52,784
Miscellaneous:		
Water resources	138,715	125,989
Other	<u>139,346</u>	<u>167,544</u>
	<u>530,132</u>	<u>393,935</u>
Total revenue	<u>\$1,319,773</u>	<u>\$769,342</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Executive Council consists of the Premier and Ministers of the Crown who, by executive procedure and orders approved by the Lieutenant Governor, translate the wishes of the electors of the Province into policy decisions and consequent programs, under authority provided by the Legislative Assembly and Provincial statutes.

Statement No. 3.12.1

EXECUTIVE COUNCIL

STATEMENT OF EXPENDITURE BY

PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Executive Council Administration	\$ 4,162,448	\$ —	\$ —	\$ —	\$ 4,162,448	\$ 4,094,638	\$ 67,810
2	Northern Development	8,474,000	—	—	—	8,474,000	7,063,637	1,410,363
3	Energy Resources Conservation	18,658,000	—	—	—	18,658,000	18,658,000	—
4	Coordination and Advice Respecting Women's Issues							
4.1	Women's Secretariat	776,195	—	—	—	776,195	730,337	45,858
4.2	Advisory Council on Women's Issues	282,470	—	—	—	282,470	275,464	7,006
		1,058,665	—	—	—	1,058,665	1,005,801	52,864
5	Water Resources Advisory Services	674,000	—	—	—	674,000	612,242	61,758
6	Disaster Services and Dangerous Goods Control							
6.1	Program Support	2,120,011	—	87,100	(6,500)	2,200,611	2,239,380	(38,769)
6.2	Disaster Services	1,358,104	—	718,650	—	2,076,754	1,856,144	220,610
6.3	Dangerous Goods Control	942,152	—	20,500	6,500	969,152	1,027,531	(58,379)
6.4	Disaster Assistance	179,733	(1,790,983)	21,549,600	—	19,938,350	27,254,447	(7,316,097)
		4,600,000	(1,790,983)	22,375,850	—	25,184,867	32,377,502	(7,192,635)
7	Public Service Employee Relations	413,800	—	51,200	—	465,000	481,658	(16,658)
8	Development of Policy and Legislation for Professions and Occupations	1,041,990	(68,971)	—	—	973,019	964,992	8,027
9	Public Affairs	12,072,257	—	—	—	12,072,257	12,024,651	47,606
10	Premier's Commission on Future Health Care for Albertans	1,905,000	—	169,000	—	2,074,000	2,064,501	9,499
11	Premier's Council on the Status of Persons with Disabilities	717,200	—	—	—	717,200	661,352	55,848
12	Occupational Health and Safety Services	11,899,946	(325,970)	—	—	11,573,976	11,735,996	(162,020)
13	Workers' Compensation	13,800,000	—	—	—	13,800,000	13,447,615	352,385
14	Premier's Council in Support of Alberta Families	236,100	—	120,000	—	356,100	351,731	4,369
	TOTAL 1990	\$ 79,713,406	\$ (2,185,924)(b)	\$ 22,716,050	\$ —	\$ 100,243,532	\$ 105,544,316	\$ (5,300,784)
	TOTAL 1989 (a)	\$ 82,197,389	\$ —	\$ 21,755,200	\$ —	\$ 103,952,589	\$ 102,742,007	\$ 1,210,582

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.12.2

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Executive Council Administration							
	Salaries, wages and employee benefits	\$ 2,768,012	\$ —	\$ —	\$ —	\$ 2,768,012	\$ 2,730,564	\$ 37,448
	Supplies and services	1,244,586	—	—	(250,000)	994,586	969,281	25,305
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	79,200	—	—	250,000	329,200	310,208	18,992
	Other	70,650	—	—	—	70,650	84,585	(13,935)
	TOTAL 1990	\$ 4,162,448	\$ —	\$ —	\$ —	\$ 4,162,448	\$ 4,094,638	\$ 67,810
	TOTAL 1989 (a)	\$ 3,586,778	\$ —	\$ —	\$ —	\$ 3,586,778	\$ 3,579,547	\$ 7,231
2	Northern Development							
	Salaries, wages and employee benefits	\$ 923,104	\$ —	\$ —	\$ 74,160	\$ 997,264	\$ 891,694	\$ 105,570
	Supplies and services	1,223,832	—	—	509,921	1,733,753	1,681,087	52,666
	Grants	6,300,000	—	—	(1,612,235)	4,687,765	3,533,621	1,154,144
	Purchase of fixed assets	12,500	—	—	1,028,154	1,040,654	942,696	97,958
	Other	14,564	—	—	—	14,564	14,539	25
	TOTAL 1990	\$ 8,474,000	\$ —	\$ —	\$ —	\$ 8,474,000	\$ 7,063,637	\$ 1,410,363
	TOTAL 1989	\$ 8,106,000	\$ —	\$ —	\$ —	\$ 8,106,000	\$ 6,698,268	\$ 1,407,732
3	Energy Resources							
	Conservation							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	18,658,000	—	—	—	18,658,000	18,658,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 18,658,000	\$ —	\$ —	\$ —	\$ 18,658,000	\$ 18,658,000	\$ —
	TOTAL 1989	\$ 20,439,000	\$ —	\$ —	\$ —	\$ 20,439,000	\$ 20,439,000	\$ —
4	Coordination and Advice Respecting Women's Issues							
	Salaries, wages and employee benefits	\$ 631,265	\$ —	\$ —	\$ (58,400)	\$ 572,865	\$ 532,417	\$ 40,448
	Supplies and services	375,900	—	—	27,320	403,220	391,439	11,781
	Grants	40,500	—	—	—	40,500	40,150	350
	Purchase of fixed assets	11,000	—	—	31,080	42,080	41,795	285
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,058,665	\$ —	\$ —	\$ —	\$ 1,058,665	\$ 1,005,801	\$ 52,864
	TOTAL 1989	\$ 799,580	\$ —	\$ —	\$ —	\$ 799,580	\$ 774,306	\$ 25,274
5	Water Resources Advisory Services							
	Salaries, wages and employee benefits	\$ 151,000	\$ —	\$ —	\$ —	\$ 151,000	\$ 151,164	\$ (164)
	Supplies and services	502,000	—	—	—	502,000	447,343	54,657
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,000	—	—	—	1,000	996	4
	Other	20,000	—	—	—	20,000	12,739	7,261
	TOTAL 1990	\$ 674,000	\$ —	\$ —	\$ —	\$ 674,000	\$ 612,242	\$ 61,758
	TOTAL 1989 (a)	\$ 616,000	\$ —	\$ —	\$ —	\$ 616,000	\$ 578,954	\$ 37,046

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.12.2 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
6	Disaster Services and Dangerous Goods Control							
	Salaries, wages and employee benefits	\$ 3,436,995	\$ —	\$ 1,063,400	\$ —	\$ 4,500,395	\$ 4,200,101	\$ 300,294
	Supplies and services	709,805	(436,233)	2,670,200	(255,000)	2,688,772	2,046,953	641,819
	Grants	200,000	(1,354,750)	18,611,800	—	17,457,050	25,598,410	(8,141,360)
	Purchase of fixed assets	253,200	—	30,450	255,000	538,650	532,038	6,612
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 4,600,000	\$ (1,790,983)	\$ 22,375,850	\$ —	\$ 25,184,867	\$ 32,377,502	\$ (7,192,635)
	TOTAL 1989	\$ 4,076,000	\$ —	\$ 20,810,250	\$ —	\$ 24,886,250	\$ 26,677,233	\$ (1,790,983)
7	Public Service Employee Relations							
	Salaries, wages and employee benefits	\$ 223,199	\$ —	\$ —	\$ —	\$ 223,199	\$ 219,976	\$ 3,223
	Supplies and services	190,601	—	51,200	—	241,801	261,682	(19,881)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 413,800	\$ —	\$ 51,200	\$ —	\$ 465,000	\$ 481,658	\$ (16,658)
	TOTAL 1989	\$ 391,951	\$ —	\$ 93,950	\$ —	\$ 485,901	\$ 450,688	\$ 35,213
8	Development of Policy and Legislation for Professions and Occupations							
	Salaries, wages and employee benefits	\$ 567,410	\$ —	\$ —	\$ 46,800	\$ 614,210	\$ 612,071	\$ 2,139
	Supplies and services	464,580	(68,971)	—	(59,200)	336,409	331,500	4,909
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	10,000	—	—	—	10,000	9,047	953
	Other	—	—	—	12,400	12,400	12,374	26
	TOTAL 1990	\$ 1,041,990	\$ (68,971)	\$ —	\$ —	\$ 973,019	\$ 964,992	\$ 8,027
	TOTAL 1989	\$ 983,133	\$ —	\$ —	\$ —	\$ 983,133	\$ 1,052,104	\$ (68,971)
9	Public Affairs							
	Salaries, wages and employee benefits	\$ 8,378,732	\$ —	\$ —	\$ —	\$ 8,378,732	\$ 8,492,334	\$ (113,602)
	Supplies and services	3,589,440	—	—	—	3,589,440	3,428,923	160,517
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	104,085	—	—	—	104,085	103,394	691
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 12,072,257	\$ —	\$ —	\$ —	\$ 12,072,257	\$ 12,024,651	\$ 47,606
	TOTAL 1989	\$ 13,176,145	\$ —	\$ 633,000	\$ —	\$ 13,809,145	\$ 13,797,094	\$ 12,051
10	Premier's Commission on Future Health Care for Albertans							
	Salaries, wages and employee benefits	\$ 477,000	\$ —	\$ 80,000	\$ —	\$ 557,000	\$ 470,715	\$ 86,285
	Supplies and services	1,408,000	—	89,000	—	1,497,000	1,581,587	(84,587)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	20,000	—	—	—	20,000	12,199	7,801
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,905,000	\$ —	\$ 169,000	\$ —	\$ 2,074,000	\$ 2,064,501	\$ 9,499
	TOTAL 1989	\$ 1,950,000	\$ —	\$ —	\$ —	\$ 1,950,000	\$ 1,900,071	\$ 49,929

Statement No. 3.12.2 (cont'd)

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
11	Premier's Council on the Status of Persons with Disabilities							
	Salaries, wages and employee benefits	\$ 215,100	\$ —	\$ —	\$ 30,000	\$ 245,100	\$ 241,431	\$ 3,669
	Supplies and services	479,100	—	—	(30,000)	449,100	411,102	37,998
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	23,000	—	—	—	23,000	8,819	14,181
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 717,200	\$ —	\$ —	\$ —	\$ 717,200	\$ 661,352	\$ 55,848
	TOTAL 1989	\$ 678,247	\$ —	\$ —	\$ —	\$ 678,247	\$ 454,239	\$ 224,008
12	Occupational Health and Safety Services							
	Salaries, wages and employee benefits	\$ 9,022,557	\$ (325,970)	\$ —	\$ —	\$ 8,696,587	\$ 8,406,587	\$ 290,000
	Supplies and services	2,642,694	—	—	—	2,642,694	3,135,864	(493,170)
	Grants	24,000	—	—	—	24,000	450	23,550
	Purchase of fixed assets	166,080	—	—	—	166,080	143,601	22,479
	Other	44,615	—	—	—	44,615	49,494	(4,879)
	TOTAL 1990	\$ 11,899,946	\$ (325,970)	\$ —	\$ —	\$ 11,573,976	\$ 11,735,996	\$ (162,020)
	TOTAL 1989	\$ 11,515,185	\$ —	\$ 218,000	\$ —	\$ 11,733,185	\$ 12,059,155	\$ (325,970)
13	Workers' Compensation							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	13,800,000	—	—	—	13,800,000	13,447,615	352,385
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 13,800,000	\$ —	\$ —	\$ —	\$ 13,800,000	\$ 13,447,615	\$ 352,385
	TOTAL 1989	\$ 15,879,370	\$ —	\$ —	\$ —	\$ 15,879,370	\$ 14,281,348	\$ 1,598,022
14	Premier's Council in Support of Alberta Families							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	200,000	—	120,000	26,100	346,100	347,744	(1,644)
	Grants	36,100	—	—	(36,100)	—	—	—
	Purchase of fixed assets	—	—	—	10,000	10,000	3,987	6,013
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 236,100	\$ —	\$ 120,000	\$ —	\$ 356,100	\$ 351,731	\$ 4,369
	TOTAL 1989	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Department Total 1990	\$ 79,713,406	\$ (2,185,924)(b)	\$ 22,716,050	\$ —	\$ 100,243,532	\$ 105,544,316	\$ (5,300,784)
	Department Total 1989 (a)	\$ 82,197,389	\$ —	\$ 21,755,200	\$ —	\$ 103,952,589	\$ 102,742,007	\$ 1,210,582

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.12.3

EXECUTIVE COUNCIL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Executive Council Administration		
1.0.1	Office of the Premier	\$ 625,778	\$ 674,522
1.0.2	General administration	2,168,927	2,399,356
1.0.3	Office of the Lieutenant Governor	171,301	166,186
1.0.4	Project management	574,455	322,622
1.0.5	Protocol	621,987	531,642
1.0.7	Minister of special projects	—	310
		<u>4,162,448</u>	<u>4,094,638</u>
2	Northern Development		
2.0.1	Northern development branch	1,268,124	1,120,555
2.0.2	Canada/Alberta northern development agreement	7,205,876	5,943,082
		<u>8,474,000</u>	<u>7,063,637</u>
3	Energy Resources Conservation		
3.0.1	Energy Resources Conservation Board	<u>18,658,000</u>	<u>18,658,000</u>
4	Coordination and Advice Respecting Women's Issues		
4.1	Women's Secretariat		
4.1.1	Women's secretariat	776,195	730,337
4.2	Advisory Council on Women's Issues		
4.2.1	Advisory Council on Women's Issues	282,470	275,464
		<u>1,058,665</u>	<u>1,005,801</u>
5	Water Resources Advisory Services		
5.0.1	Water Resources Commission	<u>674,000</u>	<u>612,242</u>
6	Disaster Services and Dangerous Goods Control		
6.1	Program Support		
6.1.1	Executive	1,100,532	1,140,518
6.1.2	Finance	145,254	149,836
6.1.3	Administration	246,881	249,578
6.1.4	Training	518,200	586,073
6.1.5	Personnel services	109,144	113,375
6.2	Disaster Services		
6.2.1	Plans and operations	203,357	254,282
6.2.2	Health services	246,544	247,706
6.2.3	Field services	812,020	1,214,637
6.2.4	Disaster social services	96,183	139,519
6.3	Dangerous Goods Control		
6.3.1	Inspection services	439,512	486,555
6.3.2	Operations support	502,640	540,976
6.4	Disaster Assistance		
6.4.1	Response and assistance	179,733	27,254,447
		<u>4,600,000</u>	<u>32,377,502</u>
7	Public Service Employee Relations		
7.0.1	Public service employee relations	<u>413,800</u>	<u>481,658</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
8	Development of Policy and Legislation for Professions and Occupations		
8.0.1	Professions and occupations	<u>\$ 1,041,990</u>	<u>\$ 964,992</u>
9	Public Affairs		
9.0.1	Administrative services	1,100,870	1,355,777
9.0.2	International awareness	1,070,000	762,031
9.0.3	Pavilions	30,000	13,643
9.0.4	Public communications groups	3,797,542	3,865,295
9.0.5	Public communications services	195,237	235,061
9.0.6	Advertising	364,976	373,305
9.0.7	R.I.T.E. system	2,182,971	2,115,689
9.0.8	Visitor services	349,121	366,923
9.0.9	Print services	471,678	459,821
9.0.10	Graphics design services	315,839	283,610
9.0.11	Publication services	1,127,450	1,120,962
9.0.12	Audio visual and exhibit services	1,066,573	1,072,534
		<u>12,072,257</u>	<u>12,024,651</u>
10	Premier's Commission on Future Health Care for Albertans		
10.0.1	Premier's Health Commission	<u>1,905,000</u>	<u>2,064,501</u>
11	Premier's Council on the Status of Persons with Disabilities		
11.0.1	Premier's Council on the Status of Persons with Disabilities	<u>717,200</u>	<u>661,352</u>
12	Occupational Health and Safety Services		
12.0.1	Minister's office	256,463	245,914
12.0.2	Executive services	397,886	351,137
12.0.3	Occupational health and safety council	120,000	104,500
12.0.4	Personnel, finance and administration services	691,555	747,867
12.0.5	Program support services	1,585,267	1,579,025
12.0.6	Field operations	6,143,810	6,013,577
12.0.7	Policy and professional services	2,466,692	2,440,752
12.0.8	Health and safety audit	238,273	253,224
		<u>11,899,946</u>	<u>11,735,996</u>
13	Workers' Compensation		
13.0.1	Legislated increases for pre-1974 W.C.B. pensions	<u>13,800,000</u>	<u>13,447,615</u>
14	Premier's Council in Support of Alberta Families		
14.0.1	Premier's Council in Support of Alberta Families	<u>236,100</u>	<u>351,731</u>
	Department Total	<u>\$ 79,713,406</u>	<u>\$ 105,544,316</u>

EXECUTIVE COUNCIL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Northern development agreement	\$ 3,045,131	\$ 1,997,443
Other	<u>68,746</u>	<u>600</u>
	<u>3,113,877</u>	<u>1,998,043</u>
Fees, Permits and Licences	<u>74,440</u>	<u>67,341</u>
Other Revenue:		
Refunds of expenditure:		
Occupational health and safety	5,826,500	6,130,144
Previous years' refunds	4,975,638	8,450,915
Publications	63,547	54,618
Other	—	1,699
Miscellaneous:		
Sale of Acts	975,492	853,923
Other	<u>35,073</u>	<u>31,895</u>
	<u>11,876,250</u>	<u>15,523,194</u>
Total revenue	<u>\$15,064,567</u>	<u>\$17,588,578</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Family and Social Services is responsible for the management or funding of programs and institutions designed to promote the physical, mental and social well-being of Albertans.

Statement No. 3.13.1

FAMILY AND SOCIAL SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 35,290,263	\$ —	\$ —	\$ —	\$ 35,290,263	\$ 34,690,782	\$ 599,481
2	Income Support to Individuals and Families							
2.1	Social Allowance	665,101,361	—	33,062,000	—	698,163,361	698,754,469	(591,108)
2.2	Income Benefits	210,677,132	—	7,117,000	—	217,794,132	217,085,755	708,377
		<u>875,778,493</u>	<u>—</u>	<u>40,179,000</u>	<u>—</u>	<u>915,957,493</u>	<u>915,840,224</u>	<u>117,269</u>
3	Social Support to Individuals and Families							
3.1	Services for Children	132,689,059	—	6,265,000	1,795,000	140,749,059	141,063,998	(314,939)
3.2	Services for Adults and Families	125,388,221	—	1,031,000	(1,360,000)	125,059,221	120,744,305	4,314,916
3.3	Services for the Handicapped	157,271,645	—	2,584,000	(435,000)	159,420,645	158,907,269	513,376
		<u>415,348,925</u>	<u>—</u>	<u>9,880,000</u>	<u>—</u>	<u>425,228,925</u>	<u>420,715,572</u>	<u>4,513,353</u>
	TOTAL 1990	<u>\$ 1,326,417,681(b)</u>	<u>\$ —</u>	<u>\$ 50,059,000</u>	<u>\$ —</u>	<u>\$ 1,376,476,681</u>	<u>\$ 1,371,246,578</u>	<u>\$ 5,230,103</u>
	TOTAL 1989 (a)	<u>\$ 1,255,441,712</u>	<u>\$ —</u>	<u>\$ 56,560,000</u>	<u>\$ —</u>	<u>\$ 1,312,001,712</u>	<u>\$ 1,306,817,381</u>	<u>\$ 5,184,331</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Includes \$33,507,182 transferred from Health under authority of the Public Service Administrative Transfers Act.

Statement No. 3.13.2

FAMILY AND SOCIAL SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 27,175,975	\$ —	\$ —	\$ (939,070)	\$ 26,236,905	\$ 25,904,142	\$ 332,763
	Supplies and services	6,679,054	—	—	769,000	7,448,054	7,255,620	192,434
	Grants	120,000	—	—	—	120,000	98,500	21,500
	Purchase of fixed assets	1,225,504	—	—	158,700	1,384,204	1,331,837	52,367
	Other	89,730	—	—	11,370	101,100	100,683	417
	TOTAL 1990	\$ 35,290,263	\$ —	\$ —	\$ —	\$ 35,290,263	\$ 34,690,782	\$ 599,481
	TOTAL 1989 (a)	\$ 36,635,851	\$ —	\$ —	\$ —	\$ 36,635,851	\$ 35,435,138	\$ 1,200,713
2	Income Support to Individuals and Families							
	Salaries, wages and employee benefits	\$ 36,906,845	\$ —	\$ 1,248,000	\$ 150,000	\$ 38,304,845	\$ 38,227,309	\$ 77,536
	Supplies and services	6,884,948	—	—	(150,000)	6,734,948	6,464,803	270,145
	Grants	828,413,000	—	38,931,000	—	867,344,000	867,576,021	(232,021)
	Purchase of fixed assets	3,573,700	—	—	—	3,573,700	3,572,091	1,609
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 875,778,493	\$ —	\$ 40,179,000	\$ —	\$ 915,957,493	\$ 915,840,224	\$ 117,269
	TOTAL 1989 (a)	\$ 832,206,707	\$ —	\$ 46,439,000	\$ —	\$ 878,645,707	\$ 879,896,813	\$ (1,251,106)
3	Social Support to Individuals and Families							
	Salaries, wages and employee benefits	\$ 125,273,055	\$ —	\$ —	\$ —	\$ 125,273,055	\$ 125,911,393	\$ (638,338)
	Supplies and services	187,157,055	—	8,849,000	—	196,006,055	193,921,857	2,084,198
	Grants	102,312,993	—	1,031,000	—	103,343,993	100,326,124	3,017,869
	Purchase of fixed assets	567,162	—	—	—	567,162	532,784	34,378
	Other	38,660	—	—	—	38,660	23,414	15,246
	TOTAL 1990	\$ 415,348,925	\$ —	\$ 9,880,000	\$ —	\$ 425,228,925	\$ 420,715,572	\$ 4,513,353
	TOTAL 1989 (a)	\$ 386,599,154	\$ —	\$ 10,121,000	\$ —	\$ 396,720,154	\$ 391,485,430	\$ 5,234,724
	Department Total 1990	\$ 1,326,417,681(b)	\$ —	\$ 50,059,000	\$ —	\$ 1,376,476,681	\$ 1,371,246,578	\$ 5,230,103
	Department Total 1989 (a)	\$ 1,255,441,712	\$ —	\$ 56,560,000	\$ —	\$ 1,312,001,712	\$ 1,306,817,381	\$ 5,184,331

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Includes \$33,507,182 transferred from Health under authority of the Public Service Administrative Transfers Act.

Statement No. 3.13.3

FAMILY AND SOCIAL SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 441,096	\$ 508,182
1.0.2	Associate minister's office	250,000	201,337
1.0.3	Appeal and advisory secretariat	163,247	131,876
1.0.4	Deputy minister's office	448,786	418,173
1.0.5	Assistant deputy minister: regional operations	397,053	391,750
1.0.6	Assistant deputy minister: program policy development	580,714	710,695
1.0.7	Assistant deputy minister: resource management services	228,647	158,445
1.0.8	Financial services	2,685,362	2,479,862
1.0.9	Administration services	3,462,869	3,735,796
1.0.10	Public communications	467,933	619,309
1.0.11	Personnel services	4,692,352	4,505,334
1.0.12	Information resource services	6,351,012	6,023,625
1.0.13	Management audit	588,288	396,356
1.0.14	Regional operations	14,532,904	14,410,042
		<u>35,290,263</u>	<u>34,690,782</u>
2	Income Support to Individuals and Families		
2.1	Social Allowance		
2.1.1	Program support	45,448,361	46,339,864
2.1.2	Financial assistance for aged	25,930,500	29,094,023
2.1.3	Financial assistance for single parent families	274,468,000	289,755,428
2.1.4	Financial assistance for physically handicapped	84,098,300	93,730,677
2.1.5	Financial assistance for mentally handicapped	17,106,200	23,287,928
2.1.6	Financial assistance for employables	210,684,000	208,942,343
2.1.7	Guardian social allowance	6,326,000	6,200,912
2.1.8	Financial assistance for transients	1,040,000	1,403,294
2.2	Income Benefits		
2.2.1	Program support	1,917,132	1,924,338
2.2.2	Alberta assured income plan for senior citizens	60,300,000	55,469,907
2.2.3	Alberta assured income for the severely handicapped	138,161,000	151,078,592
2.2.5	Widows' allowance	10,299,000	8,612,918
		<u>875,778,493</u>	<u>915,840,224</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Social Support to Individuals and Families		
3.1	Services for Children		
3.1.1	Program support	\$ 41,095,672	\$ 41,944,692
3.1.2	Foster care and child intervention services	41,821,558	49,731,258
3.1.3	Contracted residences	32,538,744	31,818,254
3.1.4	Residence and treatment in institutions	17,233,085	17,569,794
3.2	Services for Adults and Families		
3.2.1	Program support	2,105,681	2,315,960
3.2.2	Day care	74,976,863	70,530,218
3.2.3	Public guardian	2,597,089	2,343,200
3.2.4	Senior citizens	614,551	594,281
3.2.5	Agency payments	7,397,478	6,174,369
3.2.6	Hostels and institutions	1,959,208	2,896,817
3.2.7	Family relations	2,860,771	3,050,583
3.2.8	Family and community support services	32,876,580	32,838,877
3.3	Services for the Handicapped		
3.3.1	Program support	6,638,419	6,513,497
3.3.2	Handicapped children services	8,013,210	10,859,828
3.3.3	Agency payments	65,315,672	65,640,618
3.3.4	Institutions	77,304,344	75,893,326
		<u>415,348,925</u>	<u>420,715,572</u>
	Department Total	<u>\$ 1,326,417,681(a)</u>	<u>\$ 1,371,246,578</u>

(a) Includes \$33,507,182 transferred from Health under authority of the Public Service Administrative Transfers Act.

FAMILY AND SOCIAL SERVICES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Canada assistance plan	\$513,790,063	\$483,061,520
Extended health care	124,229,000	117,462,000
Indian and northern affairs	16,558,176	13,334,979
Rehabilitation of disabled persons	6,598,143	5,912,332
Child welfare, special allowance	1,370,648	1,421,746
Other	—	66
	<u>662,546,030</u>	<u>621,192,643</u>
Fees, Permits and Licences:		
Maintenance	2,854,516	3,033,678
Other	29,940	—
	<u>2,884,456</u>	<u>3,033,678</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	10,812,432	2,106,099
Child welfare	1,310,383	4,811,850
Public assistance	1,232,562	3,277,072
Services and supplies to staff	3,493	5,027
Other	(159,936)	(18,137)
Miscellaneous	115,336	180,402
	<u>13,314,270</u>	<u>10,362,313</u>
Total revenue	<u>\$678,744,756</u>	<u>\$634,588,634</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Federal and Intergovernmental Affairs is responsible for coordination of all activities of the Government of Alberta and its agencies in relation to the Government of Canada, the Governments of the Provinces and Territories of Canada, and the governments of foreign countries.

Statement No. 3.14.1

FEDERAL AND INTERGOVERNMENTAL AFFAIRS

STATEMENT OF EXPENDITURE BY

PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Intergovernmental							
	Coordination and Research	\$ 9,308,000	\$ —	\$ 1,160,000	\$ —	\$ 10,468,000	\$ 9,910,309	\$ 557,691
	TOTAL 1990	<u>\$ 9,308,000</u>	<u>\$ —</u>	<u>\$ 1,160,000</u>	<u>\$ —</u>	<u>\$ 10,468,000</u>	<u>\$ 9,910,309</u>	<u>\$ 557,691</u>
	TOTAL 1989	<u>\$ 9,227,000</u>	<u>\$ (18,074)(a)</u>	<u>\$ 232,500</u>	<u>\$ —</u>	<u>\$ 9,441,426</u>	<u>\$ 9,080,754</u>	<u>\$ 360,672</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Intergovernmental							
	Coordination and Research							
	Salaries, wages and employee benefits	\$ 6,264,000	\$ —	\$ 450,000	\$ —	\$ 6,714,000	\$ 6,410,490	\$ 303,510
	Supplies and services	2,622,385	—	558,000	—	3,180,385	2,838,637	341,748
	Grants	214,000	—	100,000	—	314,000	307,428	6,572
	Purchase of fixed assets	156,000	—	50,000	—	206,000	303,235	(97,235)
	Other	51,615	—	2,000	—	53,615	50,519	3,096
	Department Total 1990	<u>\$ 9,308,000</u>	<u>\$ —</u>	<u>\$ 1,160,000</u>	<u>\$ —</u>	<u>\$ 10,468,000</u>	<u>\$ 9,910,309</u>	<u>\$ 557,691</u>
	Department Total 1989	<u>\$ 9,227,000</u>	<u>\$ (18,074)(a)</u>	<u>\$ 232,500</u>	<u>\$ —</u>	<u>\$ 9,441,426</u>	<u>\$ 9,080,754</u>	<u>\$ 360,672</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.14.3

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
 STATEMENT OF EXPENDITURE
 BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Intergovernmental		
	Coordination and Research		
1.0.1	Minister's office	\$ 358,000	\$ 407,347
1.0.2	Administrative support	988,000	991,990
1.0.3	Intergovernmental affairs	2,368,000	2,543,618
1.0.4	Alberta offices	4,708,000	4,667,766
1.0.5	Conferences and missions	660,000	1,109,944
1.0.6	Translation bureau	226,000	189,644
	Department Total	<u>\$ 9,308,000</u>	<u>\$ 9,910,309</u>

FEDERAL AND INTERGOVERNMENTAL AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Other Revenue:		
Investment income:		
Bank interest	\$33,675	\$33,864
Refunds of expenditure	<u>50,722</u>	<u>22,498</u>
Total revenue	<u>\$84,397</u>	<u>\$56,362</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Forestry, Lands and Wildlife is responsible for the administration and management of Alberta's forest resources, public lands, and fish and wildlife resources. The Department is also responsible for developing the Government of Alberta's integrated resource policy and planning services and coordinates all government surveying and mapping activities.

Statement No. 3.15.1

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services							
1.1	Central Support Services	\$ 1,617,538	\$ —	\$ —	\$ —	\$ 1,617,538	\$ 1,557,065	\$ 60,473
1.2	Finance and Administrative Services	9,672,207	(34,426)	—	—	9,637,781	9,644,868	(7,087)
		11,289,745	(34,426)	—	—	11,255,319	11,201,933	53,386
2	Fish and Wildlife Conservation							
2.1	Program Support	8,548,134	—	—	(62,282)	8,485,852	8,335,911	149,941
2.2	Wildlife Management	3,257,787	—	—	(80,165)	3,177,622	3,294,686	(117,064)
2.3	Fisheries Management	3,634,222	—	—	—	3,634,222	3,528,905	105,317
2.4	Enforcement Services	6,498,455	—	—	142,447	6,640,902	6,456,698	184,204
2.5	Habitat Management	1,946,345	—	—	—	1,946,345	2,053,568	(107,223)
		23,884,943	—	—	—	23,884,943	23,669,768	215,175
3	Forest Resources Management							
3.1	Program Support	28,897,753	—	970,000	1,055,894	30,923,647	31,254,998	(331,351)
3.2	Forest Land Use	3,998,689	—	—	557,358	4,556,047	4,456,892	99,155
3.3	Reforestation and Reclamation	18,335,013	—	—	(547,894)	17,787,119	17,896,513	(109,394)
3.4	Timber Management	4,064,559	—	—	(95,256)	3,969,303	4,018,235	(48,932)
3.5	Forest Protection	19,422,371	—	—	(441,740)	18,980,631	18,613,687	366,944
3.6	Fire Suppression	13,082,522	—	13,590,147	—	26,672,669	23,321,863	3,350,806
3.7	Forest Research	722,688	—	—	71,638	794,326	839,914	(45,588)
3.8	Forest Industry Development	4,513,008	—	—	(600,000)	3,913,008	3,673,225	239,783
		93,036,603	—	14,560,147	—	107,596,750	104,075,327	3,521,423
4	Public Lands Management and Land Information Services							
4.1	Public Lands Management	19,874,156	—	12,958,000	—	32,832,156	32,619,965	212,191
4.2	Land Information Services	17,172,356	—	—	—	17,172,356	17,223,114	(50,758)
		37,046,512	—	12,958,000	—	50,004,512	49,843,079	161,433
		165,257,803	(34,426)	27,518,147	—	192,741,524	188,790,107	3,951,417
STATUTORY APPROPRIATIONS								
	Forestry, Lands and Wildlife Revolving Fund	(9,000)	—	—	—	(9,000)	(233,130)	224,130
	TOTAL 1990	\$ 165,248,803	\$ (34,426)(b)	\$ 27,518,147	\$ —	\$ 192,732,524	\$ 188,556,977	\$ 4,175,547
	TOTAL 1989 (a)	\$ 156,815,510	\$ —	\$ 24,492,477	\$ —	\$ 181,307,987	\$ 179,572,342	\$ 1,735,645

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.15.2

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 8,357,348	\$ (34,426)	\$ —	\$ —	\$ 8,322,922	\$ 8,495,768	\$ (172,846)
	Supplies and services	2,639,329	—	—	—	2,639,329	2,390,372	248,957
	Grants	36,500	—	—	—	36,500	18,125	18,375
	Purchase of fixed assets	211,953	—	—	—	211,953	246,285	(34,332)
	Other	44,615	—	—	—	44,615	51,383	(6,768)
	TOTAL 1990	\$ 11,289,745	\$ (34,426)	\$ —	\$ —	\$ 11,255,319	\$ 11,201,933	\$ 53,386
	TOTAL 1989 (a)	\$ 11,087,050	\$ —	\$ —	\$ —	\$ 11,087,050	\$ 11,122,551	\$ (35,501)
2	Fish and Wildlife Conservation							
	Salaries, wages and employee benefits	\$ 16,910,206	\$ —	\$ —	\$ —	\$ 16,910,206	\$ 16,940,919	\$ (30,713)
	Supplies and services	6,387,163	—	—	—	6,387,163	6,238,820	148,343
	Grants	310,260	—	—	—	310,260	274,506	35,754
	Purchase of fixed assets	271,444	—	—	—	271,444	215,523	55,921
	Other	5,870	—	—	—	5,870	—	5,870
	TOTAL 1990	\$ 23,884,943	\$ —	\$ —	\$ —	\$ 23,884,943	\$ 23,669,768	\$ 215,175
	TOTAL 1989 (a)	\$ 22,154,245	\$ —	\$ 200,000	\$ —	\$ 22,354,245	\$ 22,306,372	\$ 47,873
3	Forest Resources Management							
	Salaries, wages and employee benefits	\$ 47,440,118	\$ —	\$ 4,775,241	\$ —	\$ 52,215,359	\$ 50,984,394	\$ 1,230,965
	Supplies and services	40,727,027	—	9,784,906	—	50,511,933	49,697,340	814,593
	Grants	925,860	—	—	—	925,860	793,865	131,995
	Purchase of fixed assets	3,942,098	—	—	—	3,942,098	2,599,728	1,342,370
	Other	1,500	—	—	—	1,500	—	1,500
	TOTAL 1990	\$ 93,036,603	\$ —	\$ 14,560,147	\$ —	\$ 107,596,750	\$ 104,075,327	\$ 3,521,423
	TOTAL 1989 (a)	\$ 87,590,453	\$ —	\$ 22,542,477	\$ —	\$ 110,132,930	\$ 109,159,889	\$ 973,041
4	Public Lands Management and Land Information Services							
	Salaries, wages and employee benefits	\$ 23,942,511	\$ —	\$ —	\$ —	\$ 23,942,511	\$ 24,033,420	\$ (90,909)
	Supplies and services	12,397,398	—	56,000	(186,360)	12,267,038	11,795,035	472,003
	Grants	3,000	—	12,858,000	40,000	12,901,000	12,901,000	—
	Purchase of fixed assets	678,903	—	44,000	149,560	872,463	1,098,558	(226,095)
	Other	24,700	—	—	(3,200)	21,500	15,066	6,434
	TOTAL 1990	\$ 37,046,512	\$ —	\$ 12,958,000	\$ —	\$ 50,004,512	\$ 49,843,079	\$ 161,433
	TOTAL 1989 (a)	\$ 35,968,762	\$ —	\$ 1,750,000	\$ —	\$ 37,718,762	\$ 37,116,909	\$ 601,853
	Total Voted 1990	\$ 165,257,803	\$ (34,426)	\$ 27,518,147	\$ —	\$ 192,741,524	\$ 188,790,107	\$ 3,951,417
	Total Voted 1989 (a)	\$ 156,800,510	\$ —	\$ 24,492,477	\$ —	\$ 181,292,987	\$ 179,705,721	\$ 1,587,266

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.15.2 (cont'd)

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	STATUTORY APPROPRIATIONS							
	Forestry, Lands and Wildlife Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	(108,002)	108,002
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	70,948	—	—	—	70,948	2,838	68,110
	Other	(79,948)	—	—	—	(79,948)	(127,966)	48,018
	Total Statutory 1990	<u>\$ (9,000)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (9,000)</u>	<u>\$ (233,130)</u>	<u>\$ 224,130</u>
	Total Statutory 1989	<u>\$ 15,000</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 15,000</u>	<u>\$ (133,379)</u>	<u>\$ 148,379</u>
	Department Total 1990	<u>\$ 165,248,803</u>	<u>\$ (34,426)(b)</u>	<u>\$ 27,518,147</u>	<u>\$ —</u>	<u>\$ 192,732,524</u>	<u>\$ 188,556,977</u>	<u>\$ 4,175,547</u>
	Department Total 1989 (a)	<u>\$ 156,815,510</u>	<u>\$ —</u>	<u>\$ 24,492,477</u>	<u>\$ —</u>	<u>\$ 181,307,987</u>	<u>\$ 179,572,342</u>	<u>\$ 1,735,645</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

FORESTRY, LANDS AND WILDLIFE
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.1	Central Support Services		
1.1.1	Minister's office	\$ 247,882	\$ 205,066
1.1.2	Deputy minister's office	358,622	269,650
1.1.3	Policy secretariat	885,952	906,747
1.1.4	Communications	125,082	175,602
1.2	Finance and		
1.2.1	Administrative Services		
	Senior assistant deputy minister's office	73,211	77,518
1.2.2	General services	2,702,546	2,669,800
1.2.3	Financial services	2,306,554	2,298,028
1.2.4	Human resources	947,668	937,782
1.2.5	Automated information services	3,285,895	3,308,675
1.2.6	Internal audit	259,022	268,595
1.2.7	Legal services	97,311	84,470
		<u>11,289,745</u>	<u>11,201,933</u>
2	Fish and Wildlife Conservation		
2.1	Program Support		
2.1.1	Administrative support	329,256	457,459
2.1.2	Regional administrative services	2,842,334	2,995,916
2.1.3	Research grants	310,260	274,507
2.1.4	Extension services	1,498,024	1,556,071
2.1.5	Corporate services	2,299,769	2,118,973
2.1.6	Special investigations	140,722	128,054
2.1.7	Policy and regulations development	258,791	206,694
2.1.8	Provincial operational support	868,978	598,237
2.2	Wildlife Management		
2.2.1	Administrative support	589,646	490,564
2.2.2	Regional wildlife services	1,012,068	1,128,510
2.2.3	Wildlife management planning	271,681	373,676
2.2.4	Commercial wildlife management	166,780	165,546
2.2.5	Brooks wildlife hatchery	467,248	480,007
2.2.6	Wildlife status	500,364	471,922
2.2.7	Crop damage prevention	250,000	184,461
2.3	Fisheries Management		
2.3.1	Administrative support	330,396	178,848
2.3.2	Regional fisheries services	1,295,509	1,276,362
2.3.3	Biological services	60,012	72,674
2.3.4	Sport fisheries management	325,719	356,282
2.3.5	Commercial fisheries management	132,778	134,985
2.3.6	Fish culture	1,489,808	1,509,754
2.4	Enforcement Services		
2.4.1	Administrative support	567,002	368,459
2.4.2	Regional enforcement services	5,834,737	5,971,140
2.4.3	Policy and standards	50,258	60,502
2.4.4	Enforcement program development	46,458	56,597

Vote and Ref. No.	Program/Element	Estimates	Expended
2.5	Habitat Management		
2.5.1	Administrative support	\$ 154,280	\$ 139,636
2.5.2	Regional habitat services	1,469,396	981,478
2.5.3	Interdepartmental land use studies	64,476	67,773
2.5.4	Habitat assessment	149,136	184,321
2.5.5	Habitat development	109,057	680,360
		<u>23,884,943</u>	<u>23,669,768</u>
3	Forest Resources Management		
3.1	Program Support		
3.1.1	Regional service delivery	20,430,914	22,269,490
3.1.2	Budget and purchasing	404,147	389,016
3.1.3	Facilities operation and maintenance	2,137,662	2,245,355
3.1.4	Mechanical/warehouse services	3,527,966	3,689,375
3.1.5	Forestry social development	511,903	575,438
3.1.6	Extension services	402,878	381,086
3.1.7	Facility capital construction	—	199,254
3.1.8	Forest technology school	1,482,283	1,505,984
3.2	Forest Land Use		
3.2.1	Administrative support	429,476	456,216
3.2.2	Watershed management	92,972	92,046
3.2.3	Operations	588,193	659,379
3.2.4	Recreation area operation and maintenance	2,375,206	2,625,032
3.2.5	Integrated resource planning	80,237	206,569
3.2.6	Range management	432,605	417,650
3.3	Reforestation and Reclamation		
3.3.1	Administrative support	226,669	315,730
3.3.2	Quota reforestation	2,528,260	2,129,319
3.3.3	Reforestation	2,398,017	2,599,637
3.3.4	Genetics and tree improvement	245,642	519,355
3.3.5	Pine Ridge forest nursery	2,326,998	4,063,324
3.3.6	Reclamation	144,427	—
3.3.8	Canada/Alberta forest resource agreement	—	(10,329)
3.3.9	Silviculture planning and operations	10,465,000	8,279,477
3.4	Timber Management		
3.4.1	Administrative support	500,404	557,022
3.4.2	Forest measurement	515,433	525,523
3.4.3	Forest management planning	1,628,173	1,274,403
3.4.4	Statistics	338,995	410,068
3.4.5	Woods operations	205,509	285,869
3.4.6	Forest revenue	876,045	965,350

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.15.3 (cont'd)

FORESTRY, LANDS AND WILDLIFE

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
3.5	Forest Protection		
3.5.1	Administrative support	\$ 411,499	\$ 456,423
3.5.2	Meteorology	339,051	338,565
3.5.3	Telecommunications	4,429,371	4,209,740
3.5.4	Fire prevention	594,519	642,350
3.5.5	Fire detection	1,907,680	2,167,636
3.5.6	Fire suppression	5,169,954	4,349,914
3.5.7	Aircraft operations	6,435,164	6,261,772
3.5.8	Fire problem analysis	86,143	115,705
3.5.9	Insect disease control	48,990	71,582
3.6	Fire Suppression		
3.6.1	Fire operations	13,082,522	23,321,863
3.7	Forest Research		
3.7.1	Administrative support	523,102	705,864
3.7.2	Forest management research	199,586	134,050
3.8	Forest Industry Development		
3.8.1	Administrative support	1,199,376	1,043,721
3.8.2	Trade promotions	500,000	137,923
3.8.3	Development and commercialization	1,113,000	858,526
3.8.4	Forest products development	1,400,632	1,333,055
3.8.6	Industry safety and training	300,000	300,000
		<u>93,036,603</u>	<u>104,075,327</u>
4	Public Lands Management and Land Information Services		
4.1	Public Lands Management		
4.1.1	Administrative support	5,626,680	5,849,856
4.1.2	Land dispositions	3,671,014	3,881,278
4.1.3	Land management	9,260,237	8,694,576
4.1.4	Resource planning	1,316,225	1,242,864
4.1.5	Indian land claim settlements	—	12,951,391
4.2	Land Information Services		
4.2.1	Administrative support	3,114,772	3,300,115
4.2.2	Surveying and mapping	6,501,462	6,339,337
4.2.3	Resource information	6,282,099	6,318,093
4.2.4	Land survey management	668,058	639,071
4.2.5	Land related information systems	605,965	626,498
		<u>37,046,512</u>	<u>49,843,079</u>
		<u>165,257,803</u>	<u>188,790,107</u>
STATUTORY APPROPRIATIONS			
	Forestry, Lands and Wildlife Revolving Fund	(9,000)	(233,130)
	Department Total	<u>\$ 165,248,803</u>	<u>\$ 188,556,977</u>

FORESTRY, LANDS AND WILDLIFE
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Timber export tax transfers	\$14,760,912	\$16,448,389
Other	996,172	1,165,195
	<u>15,757,084</u>	<u>17,613,584</u>
Fees, Permits and Licences:		
Lands and grazing	22,873,910	18,529,447
Timber rentals and fees	17,662,574	19,828,688
Game	4,875,158	4,163,915
Fishing	1,369,067	1,497,415
Other	525,307	469,936
	<u>47,306,016</u>	<u>44,489,401</u>
Other Revenue:		
Investment income:		
General land sales interest	900,817	869,041
Other	117,850	160,409
Refunds of expenditure:		
Previous years' refunds	(465,798)	1,109,697
Services and supplies to staff	399,968	530,496
Maps, plans and photos	125,924	363,352
Other	26,872	42,302
Sales of assets:		
Land	3,684,734	2,090,433
Homesteads	(261,405)	(306,908)
Miscellaneous	447,451	450,812
	<u>4,976,413</u>	<u>5,309,634</u>
Total revenue	<u>\$68,039,513</u>	<u>\$67,412,619</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Health is responsible for promoting the physical and mental health of Albertans by establishing, funding and coordinating health programs. The Alberta Health Care Insurance Plan provides Albertans the basic health care insurance and provides senior citizens and their dependents, and widows and widowers receiving the Alberta Widows' Pension, and their dependents, with premium-free benefits.

Statement No. 3.16.1

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services	\$ 19,983,550	\$ —	\$ —	\$ —	\$ 19,983,550	\$ 18,761,469	\$ 1,222,081
2	Health Care Insurance							
2.1	Administrative Support	28,103,077	—	—	—	28,103,077	26,520,176	1,582,901
2.2	Provincial Contribution to the Health Care Insurance Fund	525,818,000	—	27,000,000	—	552,818,000	552,818,000	—
		553,921,077	—	27,000,000	—	580,921,077	579,338,176	1,582,901
3	Financial Assistance for Active Care							
3.1	Program Support	100,766,915	—	—	(4,035,306)	96,731,609	95,383,584	1,348,025
3.2	Major Urban Medical and Referral Centres	859,539,445	—	—	5,650,000	865,189,445	865,353,019	(163,574)
3.3	Other Referral Centres	184,313,098	—	—	(490,000)	183,823,098	183,779,308	43,790
3.4	Specialized Active Care	207,494,869	—	—	2,000,000	209,494,869	209,110,439	384,430
3.5	Community-Based Hospital Facilities	194,103,489	—	—	(2,760,000)	191,343,489	191,358,966	(15,477)
3.6	Rural Community-Based Hospital Facilities	130,056,817	—	—	(210,000)	129,846,817	130,059,594	(212,777)
3.7	Capital Support	26,352,015	—	—	(154,694)	26,197,321	25,952,447	244,874
		1,702,626,648	—	—	—	1,702,626,648	1,700,997,357	1,629,291
4	Financial Assistance for Long-Term Care							
4.1	Program Support	23,032,353	—	—	(56,441)	22,975,912	15,468,816	7,507,096
4.2	Auxiliary Hospitals	222,155,709	—	—	(2,093,559)	220,062,150	219,829,605	232,545
4.3	District Nursing Homes	51,248,351	—	—	1,000,000	52,248,351	51,586,098	662,253
4.4	Private Nursing Homes	66,753,013	—	—	—	66,753,013	64,217,770	2,535,243
4.5	Voluntary Nursing Homes	28,562,909	—	—	550,000	29,112,909	27,711,689	1,401,220
4.6	Capital Support	1,009,331	—	—	600,000	1,609,331	1,607,188	2,143
		392,761,666	—	—	—	392,761,666	380,421,166	12,340,500
5	Community Health Services							
5.1	Program Support	748,662	—	—	134,000	882,662	845,678	36,984
5.2	Family and Community Services	(1,412,000)	—	—	1,412,000	—	—	—
5.3	Prevention of Communicable Disease	11,663,263	—	—	(283,000)	11,380,263	10,679,858	700,405
5.4	Provincial Laboratories of Public Health	9,642,248	—	—	75,000	9,717,248	9,717,248	—
5.5	Independent Living Benefits	43,823,993	—	3,900,000	137,000	47,860,993	49,767,667	(1,906,674)
5.6	Health Unit and Community Agency Services	136,898,326	—	—	(1,475,000)	135,423,326	134,765,617	657,709
5.7	Vital Statistics	1,547,701	—	—	—	1,547,701	1,532,883	14,818
		202,912,193	—	3,900,000	—	206,812,193	207,308,951	(496,758)

Statement No. 3.16.1 (cont'd)

HEALTH
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Mental Health Services							
6.1	Program Support	\$ 2,359,195	\$ —	\$ —	\$ —	\$ 2,359,195	\$ 1,853,325	\$ 505,870
6.2	Community Mental Health Services	26,372,889	—	—	—	26,372,889	25,222,419	1,150,470
6.3	Extended Community Care Programs	17,172,067	—	—	—	17,172,067	17,495,524	(323,457)
		<u>45,904,151</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>45,904,151</u>	<u>44,571,268</u>	<u>1,332,883</u>
7	Alcohol and Drug Abuse - Treatment, Prevention and Education	30,561,464	—	600,000	—	31,161,464	31,161,464	—
		<u>2,948,670,749</u>	<u>—</u>	<u>31,500,000</u>	<u>—</u>	<u>2,980,170,749</u>	<u>2,962,559,851</u>	<u>17,610,898</u>
STATUTORY APPROPRIATIONS								
	Alberta Health Care Insurance Act	—	—	—	—	—	13,122,670	(13,122,670)
	TOTAL 1990	<u>\$ 2,948,670,749(b)</u>	<u>\$ —</u>	<u>\$ 31,500,000</u>	<u>\$ —</u>	<u>\$ 2,980,170,749</u>	<u>\$ 2,975,682,521</u>	<u>\$ 4,488,228</u>
	TOTAL 1989 (a)	<u>\$ 2,687,840,654</u>	<u>\$ (24,650)(c)</u>	<u>\$ 63,834,150</u>	<u>\$ —</u>	<u>\$ 2,751,650,154</u>	<u>\$ 2,703,878,338</u>	<u>\$ 47,771,816</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Net of \$33,507,182 transferred to Family and Social Services under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.16.2

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 13,239,470	\$ —	\$ —	\$ 39,000	\$ 13,278,470	\$ 13,016,451	\$ 262,019
	Supplies and services	6,168,665	—	—	(64,000)	6,104,665	5,136,877	967,788
	Grants	20,000	—	—	—	20,000	13,900	6,100
	Purchase of fixed assets	495,800	—	—	—	495,800	528,119	(32,319)
	Other	59,615	—	—	25,000	84,615	66,122	18,493
	TOTAL 1990	\$ 19,983,550	\$ —	\$ —	\$ —	\$ 19,983,550	\$ 18,761,469	\$ 1,222,081
	TOTAL 1989 (a)	\$ 20,161,329	\$ (24,650)	\$ —	\$ —	\$ 20,136,679	\$ 19,899,567	\$ 237,112
2	Health Care Insurance							
	Salaries, wages and employee benefits	\$ 15,865,377	\$ —	\$ —	\$ —	\$ 15,865,377	\$ 15,738,070	\$ 127,307
	Supplies and services	12,120,800	—	—	—	12,120,800	10,668,965	1,451,835
	Grants	525,818,000	—	27,000,000	—	552,818,000	552,818,000	—
	Purchase of fixed assets	116,900	—	—	—	116,900	113,141	3,759
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 553,921,077	\$ —	\$ 27,000,000	\$ —	\$ 580,921,077	\$ 579,338,176	\$ 1,582,901
	TOTAL 1989 (a)	\$ 538,156,795	\$ —	\$ —	\$ —	\$ 538,156,795	\$ 499,725,289	\$ 38,431,506
3	Financial Assistance for Active Care							
	Salaries, wages and employee benefits	\$ 3,882,790	\$ —	\$ —	\$ —	\$ 3,882,790	\$ 3,610,073	\$ 272,717
	Supplies and services	903,385	—	—	485,000	1,388,385	718,201	670,184
	Grants	1,697,809,973	—	—	(485,000)	1,697,324,973	1,696,640,659	684,314
	Purchase of fixed assets	30,500	—	—	—	30,500	28,424	2,076
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,702,626,648	\$ —	\$ —	\$ —	\$ 1,702,626,648	\$ 1,700,997,357	\$ 1,629,291
	TOTAL 1989 (a)	\$ 1,533,999,071	\$ —	\$ 50,357,738	\$ —	\$ 1,584,356,809	\$ 1,582,739,069	\$ 1,617,740
4	Financial Assistance for Long-Term Care							
	Salaries, wages and employee benefits	\$ 1,143,482	\$ —	\$ —	\$ 146,000	\$ 1,289,482	\$ 1,138,447	\$ 151,035
	Supplies and services	674,129	—	—	190,500	864,629	856,632	7,997
	Grants	390,944,055	—	—	(369,500)	390,574,555	378,394,227	12,180,328
	Purchase of fixed assets	—	—	—	33,000	33,000	31,860	1,140
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 392,761,666	\$ —	\$ —	\$ —	\$ 392,761,666	\$ 380,421,166	\$ 12,340,500
	TOTAL 1989 (a)	\$ 348,931,719	\$ —	\$ —	\$ —	\$ 348,931,719	\$ 344,426,156	\$ 4,505,563
5	Community Health Services							
	Salaries, wages and employee benefits	\$ 9,199,823	\$ —	\$ —	\$ 101,500	\$ 9,301,323	\$ 8,957,310	\$ 344,013
	Supplies and services	9,747,845	—	—	115,500	9,863,345	9,115,915	747,430
	Grants	183,268,075	—	3,900,000	260,000	187,428,075	189,070,689	(1,642,614)
	Purchase of fixed assets	696,450	—	—	(477,000)	219,450	165,037	54,413
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 202,912,193	\$ —	\$ 3,900,000	\$ —	\$ 206,812,193	\$ 207,308,951	\$ (496,758)
	TOTAL 1989 (a)	\$ 177,097,511	\$ —	\$ 12,591,412	\$ —	\$ 189,688,923	\$ 187,262,837	\$ 2,426,086

Statement No. 3.16.2 (cont'd)

HEALTH

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
6	Mental Health Services							
	Salaries, wages and employee benefits	\$ 29,602,014	\$ —	\$ —	\$ —	\$ 29,602,014	\$ 29,806,691	\$ (204,677)
	Supplies and services	14,484,508	—	—	—	14,484,508	12,967,380	1,517,128
	Grants	1,591,012	—	—	—	1,591,012	1,573,486	17,526
	Purchase of fixed assets	226,617	—	—	—	226,617	223,711	2,906
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 45,904,151	\$ —	\$ —	\$ —	\$ 45,904,151	\$ 44,571,268	\$ 1,332,883
	TOTAL 1989 (a)	\$ 43,787,765	\$ —	\$ —	\$ —	\$ 43,787,765	\$ 43,233,956	\$ 553,809
7	Alcohol and Drug Abuse - Treatment, Prevention and Education							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	30,561,464	—	600,000	—	31,161,464	31,161,464	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 30,561,464	\$ —	\$ 600,000	\$ —	\$ 31,161,464	\$ 31,161,464	\$ —
	TOTAL 1989	\$ 25,706,464	\$ —	\$ 885,000	\$ —	\$ 26,591,464	\$ 26,591,464	\$ —
	Total Voted 1990	\$ 2,948,670,749	\$ —	\$ 31,500,000	\$ —	\$ 2,980,170,749	\$ 2,962,559,851	\$ 17,610,898
	Total Voted 1989	\$ 2,687,840,654	\$ (24,650)	\$ 63,834,150	\$ —	\$ 2,751,650,154	\$ 2,703,878,338	\$ 47,771,816
STATUTORY APPROPRIATIONS								
	Alberta Health Care							
	Insurance Act							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	13,122,670	(13,122,670)
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	Total Statutory 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 13,122,670	\$ (13,122,670)
	Total Statutory 1989	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Department Total 1990	\$ 2,948,670,749(b)	\$ —	\$ 31,500,000	\$ —	\$ 2,980,170,749	\$ 2,975,682,521	\$ 4,488,228
	Department Total 1989 (a)	\$ 2,687,840,654	\$ (24,650)(c)	\$ 63,834,150	\$ —	\$ 2,751,650,154	\$ 2,703,878,338	\$ 47,771,816

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Net of \$33,507,182 transferred to Family and Social Services under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.16.3

HEALTH

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
	VOTED APPROPRIATIONS		
1	Departmental Support		
	Services		
1.0.1	Minister's office	\$ 307,511	\$ 342,026
1.0.2	Deputy minister's office	319,731	293,332
1.0.3	Policy development and management services	3,004,933	2,985,925
1.0.4	Human resources	2,330,917	2,375,389
1.0.5	Information technology division	5,094,240	4,917,955
1.0.6	Finance and administration	6,757,697	6,707,666
1.0.7	Communications	1,582,159	836,958
1.0.8	Mental health patient advocate's office	336,362	118,409
1.0.9	Alberta Family Life and Drug Abuse Foundation - planning	250,000	183,809
		<u>19,983,550</u>	<u>18,761,469</u>
2	Health Care Insurance		
2.1	Administrative Support		
2.1.1	General administration	481,873	709,989
2.1.2	Claims	4,491,513	4,419,953
2.1.3	Registration	5,191,535	5,297,888
2.1.4	Information technology division	8,680,874	8,694,860
2.1.5	Finance and administration	7,914,108	6,412,123
2.1.6	Professional services	1,343,174	985,363
2.2	Provincial Contribution to the Health Care Insurance Fund		
2.2.1	Basic health services	339,814,000	351,814,000
2.2.2	Extended health benefits	40,088,000	40,088,000
2.2.3	Blue Cross non-group benefits	115,896,000	130,896,000
2.2.4	Out-of-Province hospital costs	30,020,000	30,020,000
		<u>553,921,077</u>	<u>579,338,176</u>
3	Financial Assistance for Active Care		
3.1	Program Support		
3.1.1	General administration	221,581	271,260
3.1.2	Institutional operations branch	1,773,497	1,787,255
3.1.3	Provincial programs and capital planning	1,771,908	1,510,530
3.1.4	System development	637,000	994,118
3.1.5	Research grants	102,120	44,000
3.1.6	Human tissue and blood service	14,706,280	15,812,751
3.1.7	Medical education service component	31,623,021	30,442,009
3.1.8	Air ambulance	6,376,259	7,816,884
3.1.9	Specific programs	35,428,325	29,284,223
3.1.10	Operational commissioning	6,288,743	5,927,572
3.1.11	Other program support	1,838,181	1,492,982
3.2	Major Urban Medical and Referral Centres		
3.2.1	Operating support	859,539,445	865,353,019
3.3	Other Referral Centres		
3.3.1	Operating support	184,313,098	183,779,308

Vote and Ref. No.	Program/Element	Estimates	Expended
3.4	Specialized Active Care		
3.4.1	Operating support	\$ 207,494,869	\$ 209,110,439
3.5	Community-Based Hospital Facilities		
3.5.1	Operating support	194,103,489	191,358,966
3.6	Rural Community-Based Hospital Facilities		
3.6.1	Operating support	130,056,817	130,059,594
3.7	Capital Support		
3.7.1	Equipment grants	26,352,015	25,952,447
		<u>1,702,626,648</u>	<u>1,700,997,357</u>
4	Financial Assistance for Long-Term Care		
4.1	Program Support		
4.1.1	General administration	1,302,611	1,230,776
4.1.2	Specific programs	17,893,189	13,659,497
4.1.3	Operational commissioning	3,538,553	522,306
4.1.4	Other program support	298,000	56,237
4.2	Auxiliary Hospitals		
4.2.1	Operating support	222,155,709	219,829,605
4.3	District Nursing Homes		
4.3.1	Operating support	51,248,351	51,586,098
4.4	Private Nursing Homes		
4.4.1	Operating support	66,753,013	64,217,770
4.5	Voluntary Nursing Homes		
4.5.1	Operating support	28,562,909	27,711,689
4.6	Capital Support		
4.6.1	Equipment grants	1,009,331	1,607,188
		<u>392,761,666</u>	<u>380,421,166</u>
5	Community Health Services		
5.1	Program Support		
5.1.1	Advisory and appeal secretariat	212,693	286,669
5.1.2	General administration	535,969	559,009
5.2	Family and Community Services		
5.2.1	Program administration	(18,000)	—
5.2.2	Family and community program grants	(528,000)	—
5.2.3	Family and community administration grants	(866,000)	—
5.3	Prevention of Communicable Disease		
5.3.1	Program administration	388,076	389,053
5.3.2	Purchase of vaccines and sera	4,244,966	3,936,266
5.3.3	Prevention of sexually transmitted disease	5,384,678	4,787,646
5.3.4	Prevention of tuberculosis	1,645,543	1,566,893
5.4	Provincial Laboratories of Public Health		
5.4.1	Laboratory for northern Alberta	6,067,248	6,325,000
5.4.2	Laboratory for southern Alberta	3,575,000	3,392,248
5.5	Independent Living Benefits		
5.5.1	Program administration	2,101,993	2,326,006
5.5.2	Alberta Aids to Daily Living grants	12,722,000	14,370,879
5.5.3	Extended health benefits grants	29,000,000	33,070,782

HEALTH

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
5.6	Health Unit and Community Agency Services		
5.6.1	Home care services	\$ 47,173,266	\$ 44,485,515
5.6.2	Environmental health services	6,930,172	7,361,713
5.6.3	Dental health services	8,720,457	8,608,911
5.6.4	Speech and audiology services	11,257,071	8,560,859
5.6.5	Auxiliary health services	62,817,360	65,748,619
5.7	Vital Statistics		
5.7.1	Alberta Vital Statistics	1,547,701	1,532,883
		<u>202,912,193</u>	<u>207,308,951</u>
6	Mental Health Services		
6.1	Program Support		
6.1.1	Advisory and appeals secretariat	860,513	805,025
6.1.2	General administration	1,498,682	1,048,300
6.2	Community Mental Health Services		
6.2.1	Program administration	625,049	590,161
6.2.2	Suicide prevention	984,118	929,444
6.2.3	Alberta mental health services clinics	17,968,989	17,044,174
6.2.4	Approved homes program	1,126,073	775,323
6.2.5	Funding of community agencies	5,668,660	5,883,317
6.3	Extended Community Care Programs		
6.3.1	Program administration	204,270	167,166
6.3.2	Rosehaven Care Centre	8,182,361	8,628,950
6.3.3	Claresholm Care Centre	7,333,671	7,279,211
6.3.4	Raymond Home	1,451,765	1,420,197
		<u>45,904,151</u>	<u>44,571,268</u>
7	Alcohol and Drug Abuse - Treatment, Prevention and Education		
7.0.1	Alberta Alcohol and Drug Abuse Commission	30,561,464	31,161,464
		<u>2,948,670,749</u>	<u>2,962,559,851</u>
	STATUTORY APPROPRIATIONS		
	Alberta Health Care		
	Insurance Act	—	13,122,670
	Department Total	\$ 2,948,670,749(a)	\$ 2,975,682,521

(a) Net of \$33,507,182 transferred to Family and Social Services under authority of the Public Service Administrative Transfers Act.

HEALTH
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Hospital insurance	\$445,876,224	\$495,756,216
Vocational rehabilitation, disabled persons	8,734,300	8,373,666
Other	960,691	126,174
	<u>455,571,215</u>	<u>504,256,056</u>
Fees, Permits and Licences:		
Vital Statistics Act	1,629,525	1,553,370
Maintenance	1,289,546	1,405,456
Other	547,212	518,109
	<u>3,466,283</u>	<u>3,476,935</u>
Other Revenue:		
Refunds of expenditure:		
Third party liability	8,139,472	7,131,446
Previous years' refunds	4,604,054	2,165,037
Services and supplies to staff	12,329	16,375
Other	—	12
Miscellaneous:		
Workers' Compensation Board administration fees	225,000	243,750
Donation	—	1,000,000
Other	341,195	636,678
	<u>13,322,050</u>	<u>11,193,298</u>
Total revenue	<u>\$472,359,548</u>	<u>\$518,926,289</u>

The Department of Labour is responsible for the management of programs designed to assure a high degree of safety for the public through standards, inspection, research and education; to encourage the development of effective and responsible relationships between labour and management; to ensure the protection of rights of employees and the human rights of individuals; all of which will contribute effectively to the attainment of the social and economic goals of Alberta.

Statement No. 3.17.1

LABOUR

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided					Total Authorized	Expended	Unexpended (Over Expended)	
		Estimates	Prior Year Liabilities	Special Warrants	Transfers					
VOTED APPROPRIATIONS										
1	Departmental Support									
	Services	\$ 4,431,615	\$ —	\$ —	\$ —	\$ 4,431,615	\$ 4,385,070	\$ 46,545		
2	Labour Relations	6,202,371	—	—	—	6,202,371	6,136,618	65,753		
3	General Safety Services	14,668,410	—	—	—	14,668,410	14,120,576	547,834		
4	Labour Relations									
	Adjudication and Regulation	1,572,990	—	—	—	1,572,990	1,540,374	32,616		
5	Individual's Rights Protection	1,164,834	—	274,425	—	1,439,259	1,476,183	(36,924)		
6	Personnel Administration	9,896,068	—	—	—	9,896,068	9,695,708	200,360		
		<u>37,936,288</u>	<u>—</u>	<u>274,425</u>	<u>—</u>	<u>38,210,713</u>	<u>37,354,529</u>	<u>856,184</u>		
STATUTORY APPROPRIATIONS										
	Personnel Administration									
	Office Revolving Fund	(22,861)	—	—	—	(22,861)	34,168	(57,029)		
	TOTAL 1990	<u>\$ 37,913,427</u>	<u>\$ —</u>	<u>\$ 274,425</u>	<u>\$ —</u>	<u>\$ 38,187,852</u>	<u>\$ 37,388,697</u>	<u>\$ 799,155</u>		
	TOTAL 1989	<u>\$ 35,763,941</u>	<u>\$ —</u>	<u>\$ 2,140,421</u>	<u>\$ —</u>	<u>\$ 37,904,362</u>	<u>\$ 36,342,298</u>	<u>\$ 1,562,064</u>		

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.17.2

LABOUR

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

		Funds Provided						
Vote	Program/Object	Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,877,897	\$ —	\$ —	\$ —	\$ 2,877,897	\$ 2,858,449	\$ 19,448
	Supplies and services	1,100,133	—	—	—	1,100,133	1,068,765	31,368
	Grants	10,000	—	—	—	10,000	7,500	2,500
	Purchase of fixed assets	398,970	—	—	—	398,970	398,949	21
	Other	44,615	—	—	—	44,615	51,407	(6,792)
	TOTAL 1990	\$ 4,431,615	\$ —	\$ —	\$ —	\$ 4,431,615	\$ 4,385,070	\$ 46,545
TOTAL 1989	\$ 4,065,530	\$ —	\$ 769,100	\$ —	\$ 4,834,630	\$ 4,755,055	\$ 79,575	
2	Labour Relations							
	Salaries, wages and employee benefits	\$ 5,413,380	\$ —	\$ —	\$ (65,000)	\$ 5,348,380	\$ 5,300,292	\$ 48,088
	Supplies and services	715,943	—	—	(100,000)	615,943	603,435	12,508
	Grants	58,000	—	—	—	58,000	53,000	5,000
	Purchase of fixed assets	15,048	—	—	165,000	180,048	179,891	157
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 6,202,371	\$ —	\$ —	\$ —	\$ 6,202,371	\$ 6,136,618	\$ 65,753
TOTAL 1989	\$ 5,609,425	\$ —	\$ 679,885	\$ —	\$ 6,289,310	\$ 5,871,568	\$ 417,742	
3	General Safety Services							
	Salaries, wages and employee benefits	\$ 12,278,333	\$ —	\$ —	\$ (21,000)	\$ 12,257,333	\$ 11,844,018	\$ 413,315
	Supplies and services	2,250,184	—	—	—	2,250,184	2,117,068	133,116
	Grants	4,305	—	—	—	4,305	4,305	—
	Purchase of fixed assets	135,588	—	—	21,000	156,588	155,185	1,403
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 14,668,410	\$ —	\$ —	\$ —	\$ 14,668,410	\$ 14,120,576	\$ 547,834
TOTAL 1989	\$ 14,141,886	\$ —	\$ —	\$ —	\$ 14,141,886	\$ 13,694,444	\$ 447,442	
4	Labour Relations Adjudication and Regulation							
	Salaries, wages and employee benefits	\$ 1,212,394	\$ —	\$ —	\$ (20,000)	\$ 1,192,394	\$ 1,149,016	\$ 43,378
	Supplies and services	335,346	—	—	20,000	355,346	366,638	(11,292)
	Grants	500	—	—	—	500	500	—
	Purchase of fixed assets	24,750	—	—	—	24,750	24,220	530
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,572,990	\$ —	\$ —	\$ —	\$ 1,572,990	\$ 1,540,374	\$ 32,616
TOTAL 1989	\$ 1,336,999	\$ —	\$ 576,436	\$ —	\$ 1,913,435	\$ 1,910,683	\$ 2,752	
5	Individual's Rights Protection							
	Salaries, wages and employee benefits	\$ 959,869	\$ —	\$ —	\$ (15,000)	\$ 944,869	\$ 915,178	\$ 29,691
	Supplies and services	204,965	—	274,425	15,000	494,390	561,005	(66,615)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,164,834	\$ —	\$ 274,425	\$ —	\$ 1,439,259	\$ 1,476,183	\$ (36,924)
TOTAL 1989	\$ 1,150,632	\$ —	\$ 115,000	\$ —	\$ 1,265,632	\$ 1,260,528	\$ 5,104	

Statement No. 3.17.2 (cont'd)

LABOUR

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
6	Personnel Administration							
	Salaries, wages and employee benefits	\$ 7,165,646	\$ —	\$ —	\$ —	\$ 7,165,646	\$ 7,019,490	\$ 146,156
	Supplies and services	2,648,599	—	—	(41,700)	2,606,899	2,560,700	46,199
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	81,823	—	—	41,700	123,523	115,518	8,005
	Other	—	—	—	—	—	—	—
	TOTAL 1990	<u>\$ 9,896,068</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 9,896,068</u>	<u>\$ 9,695,708</u>	<u>\$ 200,360</u>
	TOTAL 1989	<u>\$ 9,455,701</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 9,455,701</u>	<u>\$ 8,884,140</u>	<u>\$ 571,561</u>
	Total Voted 1990	<u>\$ 37,936,288</u>	<u>\$ —</u>	<u>\$ 274,425</u>	<u>\$ —</u>	<u>\$ 38,210,713</u>	<u>\$ 37,354,529</u>	<u>\$ 856,184</u>
	Total Voted 1989	<u>\$ 35,760,173</u>	<u>\$ —</u>	<u>\$ 2,140,421</u>	<u>\$ —</u>	<u>\$ 37,900,594</u>	<u>\$ 36,376,418</u>	<u>\$ 1,524,176</u>
STATUTORY APPROPRIATIONS								
	Personnel Administration							
	Office Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	(2,297)	2,297
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	5,200	—	—	—	5,200	4,906	294
	Other	(28,061)	—	—	—	(28,061)	31,559	(59,620)
	Total Statutory 1990	<u>\$ (22,861)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (22,861)</u>	<u>\$ 34,168</u>	<u>\$ (57,029)</u>
	Total Statutory 1989	<u>\$ 3,768</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 3,768</u>	<u>\$ (34,120)</u>	<u>\$ 37,888</u>
	Department Total 1990	<u>\$ 37,913,427</u>	<u>\$ —</u>	<u>\$ 274,425</u>	<u>\$ —</u>	<u>\$ 38,187,852</u>	<u>\$ 37,388,697</u>	<u>\$ 799,155</u>
	Department Total 1989	<u>\$ 35,763,941</u>	<u>\$ —</u>	<u>\$ 2,140,421</u>	<u>\$ —</u>	<u>\$ 37,904,362</u>	<u>\$ 36,342,298</u>	<u>\$ 1,562,064</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.17.3

LABOUR
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 222,500	\$ 314,564
1.0.2	Executive management	654,640	495,412
1.0.3	Personnel	276,920	271,603
1.0.4	Finance and administration	699,929	1,185,573
1.0.5	Systems	1,587,332	963,653
1.0.6	Communications	105,781	108,275
1.0.7	Planning and research	600,302	603,417
1.0.8	Library services	284,211	442,573
		<u>4,431,615</u>	<u>4,385,070</u>
2	Labour Relations		
2.0.1	Divisional support	155,152	218,260
2.0.2	Pension plan services	361,576	365,253
2.0.3	Mediation services	1,087,401	931,964
2.0.4	Employment standards	4,270,036	4,396,843
2.0.5	Employee/employer services	328,206	224,298
		<u>6,202,371</u>	<u>6,136,618</u>
3	General Safety Services		
3.0.1	Divisional support	277,300	357,877
3.0.2	Boilers	3,745,446	3,556,706
3.0.3	Building standards	1,636,368	1,577,513
3.0.4	Electrical protection	2,833,548	2,753,114
3.0.5	Elevators	747,834	678,219
3.0.6	Fire prevention	2,554,652	2,435,915
3.0.7	Plumbing and gas	2,873,262	2,761,232
		<u>14,668,410</u>	<u>14,120,576</u>
4	Labour Relations Adjudication and Regulation		
4.0.1	Labour Relations Board	<u>1,572,990</u>	<u>1,540,374</u>
5	Individual's Rights Protection		
5.0.1	Human Rights Commission	<u>1,164,834</u>	<u>1,476,183</u>
6	Personnel Administration		
6.0.1	Public Service Commissioner's office	339,038	202,621
6.0.2	Employee relations	2,382,432	2,420,911
6.0.3	Management programs	660,793	766,544
6.0.4	Staff development and occupational health	2,170,197	2,166,326
6.0.5	Classification and staffing	2,005,013	1,935,854
6.0.6	Recruitment/career advertising	463,410	407,740
6.0.7	Systems and planning support	1,572,985	1,585,531
6.0.8	Personnel management improvement services	302,200	210,181
		<u>9,896,068</u>	<u>9,695,708</u>
		<u>37,936,288</u>	<u>37,354,529</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
STATUTORY APPROPRIATIONS			
	Personnel Administration		
	Office Revolving Fund	\$ (22,861)	\$ 34,168
	Department Total	<u>\$ 37,913,427</u>	<u>\$ 37,388,697</u>

LABOUR
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Taxes:		
Fire Prevention Act	\$ —	\$ 3,199
Fees, Permits and Licences:		
Boilers and Pressure Vessels Act	2,680,931	2,659,640
Electrical Protection Act	1,575,120	1,538,423
Other	<u>1,169,582</u>	<u>1,084,297</u>
	<u>5,425,633</u>	<u>5,282,360</u>
Other Revenue:		
Refunds of expenditure	27,124	115,321
Miscellaneous:		
Long term disability plan	144,655	307,922
Other	<u>18,406</u>	<u>6,836</u>
	<u>190,185</u>	<u>430,079</u>
Total revenue	<u>\$5,615,818</u>	<u>\$5,715,638</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Municipal Affairs is responsible for the legislation covering the administration of all types of municipalities, and the coordination and implementation of programs related to housing and native affairs. Municipal officers are assisted in the conduct of local affairs, planning and assessment services. Assistance is given in the business management and efficient administration of municipal divisions.

Statement No. 3.18.1

MUNICIPAL AFFAIRS

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 9,783,119	\$ —	\$ —	\$ —	\$ 9,783,119	\$ 9,703,777	\$ 79,342
2	Financial Support for Municipal Programs							
2.1	Alberta Partnership Transfer Program	104,536,380	—	—	380,000	104,916,380	104,815,318	101,062
2.2	Municipal Debenture Interest Rebate Program	52,150,000	—	—	(422,788)	51,727,212	51,067,421	659,791
2.3	Alberta Municipal Partnership in Local Employment Program	67,850,000	—	—	42,788	67,892,788	67,892,509	279
2.4	Senior Citizen Accommodation Municipal Tax Grant	1,000,000	—	—	—	1,000,000	958,169	41,831
2.5	Transitional Financial Assistance	—	—	3,000,000	—	3,000,000	3,000,000	—
		225,536,380	—	3,000,000	—	228,536,380	227,733,417	802,963
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
3.1	Program Support	621,813	—	—	—	621,813	562,606	59,207
3.2	Senior Citizen Renters Assistance	50,656,000	—	—	—	50,656,000	47,216,900	3,439,100
3.3	Property Owner Tax Rebate	74,212,760	—	—	—	74,212,760	68,230,527	5,982,233
		125,490,573	—	—	—	125,490,573	116,010,033	9,480,540
4	Support to Community Planning Services							
4.1	Grant to Alberta Planning Fund	5,813,789	—	—	—	5,813,789	5,813,789	—
4.2	Coordination and Administration of Community Planning	3,249,544	—	—	—	3,249,544	3,154,621	94,923
		9,063,333	—	—	—	9,063,333	8,968,410	94,923
5	Administrative and Technical Support to Municipalities							
5.1	Program Support	379,860	—	—	—	379,860	376,165	3,695
5.2	Administrative Assistance to Local Authorities	2,765,686	—	2,800,000	—	5,565,686	5,276,246	289,440
5.3	Improvement Districts and Native Services	11,895,566	—	1,800,000	—	13,695,566	13,087,411	608,155
5.4	Administration of Special Areas	505,804	—	—	—	505,804	537,303	(31,499)
5.5	Assessment Services	11,340,361	—	—	—	11,340,361	11,396,009	(55,648)
		26,887,277	—	4,600,000	—	31,487,277	30,673,134	814,143
6	Regulatory Boards	1,741,915	—	—	—	1,741,915	1,740,895	1,020

Statement No. 3.18.1 (cont'd)

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
7	Research and Financial Assistance for Housing							
7.1	Program Support	\$ 24,755,031	\$ —	\$ —	\$ 185,000	\$ 24,940,031	\$ 21,707,798	\$ 3,232,233
7.2	Financial Assistance for Housing	27,003,372	—	—	(185,000)	26,818,372	21,445,314	5,373,058
7.3	Alberta Mortgage Interest Shielding Program	35,000,000	—	—	—	35,000,000	13,165,900	21,834,100
7.4	Alberta Family First-Home Program	5,000,000	—	—	—	5,000,000	5,286,607	(286,607)
		<u>91,758,403</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>91,758,403</u>	<u>61,605,619</u>	<u>30,152,784</u>
8	Housing and Mortgage Assistance for Albertans	200,582,000	—	—	—	200,582,000	171,386,292	29,195,708
	TOTAL 1990	<u>\$ 690,843,000</u>	<u>\$ —</u>	<u>\$ 7,600,000</u>	<u>\$ —</u>	<u>\$ 698,443,000</u>	<u>\$ 627,821,577</u>	<u>\$ 70,621,423</u>
	TOTAL 1989	<u>\$ 615,147,000</u>	<u>\$ —</u>	<u>\$ 21,477,710</u>	<u>\$ —</u>	<u>\$ 636,624,710</u>	<u>\$ 597,402,852</u>	<u>\$ 39,221,858</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.18.2

MUNICIPAL AFFAIRS

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 5,514,662	\$ —	\$ —	\$ (10,000)	\$ 5,504,662	\$ 5,471,230	\$ 33,432
	Supplies and services	3,143,875	—	—	(264,368)	2,879,507	2,868,788	10,719
	Grants	155,490	—	—	—	155,490	152,653	2,837
	Purchase of fixed assets	924,477	—	—	264,368	1,188,845	1,157,562	31,283
	Other	44,615	—	—	10,000	54,615	53,544	1,071
	TOTAL 1990	\$ 9,783,119	\$ —	\$ —	\$ —	\$ 9,783,119	\$ 9,703,777	\$ 79,342
	TOTAL 1989 (a)	\$ 8,264,350	\$ —	\$ —	\$ —	\$ 8,264,350	\$ 8,190,069	\$ 74,281
2	Financial Support for Municipal Programs							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	225,536,380	—	3,000,000	—	228,536,380	227,733,417	802,963
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 225,536,380	\$ —	\$ 3,000,000	\$ —	\$ 228,536,380	\$ 227,733,417	\$ 802,963
	TOTAL 1989	\$ 220,563,220	\$ —	\$ 21,056,710	\$ —	\$ 241,619,930	\$ 238,591,685	\$ 3,028,245
3	Alberta Property Tax Reduction Plan - Rebates to Individuals							
	Salaries, wages and employee benefits	\$ 538,740	\$ —	\$ —	\$ —	\$ 538,740	\$ 513,849	\$ 24,891
	Supplies and services	665,833	—	—	—	665,833	548,157	117,676
	Grants	124,286,000	—	—	—	124,286,000	114,948,027	9,337,973
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 125,490,573	\$ —	\$ —	\$ —	\$ 125,490,573	\$ 116,010,033	\$ 9,480,540
	TOTAL 1989	\$ 118,771,584	\$ —	\$ —	\$ —	\$ 118,771,584	\$ 112,192,808	\$ 6,578,776
4	Support to Community Planning Services							
	Salaries, wages and employee benefits	\$ 2,847,925	\$ —	\$ —	\$ —	\$ 2,847,925	\$ 2,846,013	\$ 1,912
	Supplies and services	399,619	—	—	(10,500)	389,119	298,123	90,996
	Grants	5,813,789	—	—	—	5,813,789	5,813,789	—
	Purchase of fixed assets	2,000	—	—	10,500	12,500	10,485	2,015
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 9,063,333	\$ —	\$ —	\$ —	\$ 9,063,333	\$ 8,968,410	\$ 94,923
	TOTAL 1989	\$ 9,112,871	\$ —	\$ —	\$ —	\$ 9,112,871	\$ 9,111,363	\$ 1,508
5	Administrative and Technical Support to Municipalities							
	Salaries, wages and employee benefits	\$ 17,515,019	\$ —	\$ 20,000	\$ —	\$ 17,535,019	\$ 17,788,172	\$ (253,153)
	Supplies and services	4,061,048	—	482,501	—	4,543,549	3,709,343	834,206
	Grants	5,261,476	—	3,897,000	—	9,158,476	8,944,151	214,325
	Purchase of fixed assets	33,734	—	200,499	—	234,233	219,037	15,196
	Other	16,000	—	—	—	16,000	12,431	3,569
	TOTAL 1990	\$ 26,887,277	\$ —	\$ 4,600,000	\$ —	\$ 31,487,277	\$ 30,673,134	\$ 814,143
	TOTAL 1989 (a)	\$ 26,452,949	\$ —	\$ 421,000	\$ —	\$ 26,873,949	\$ 26,152,635	\$ 721,314

Statement No. 3.18.2 (cont'd)

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Regulatory Boards							
	Salaries, wages and employee benefits	\$ 1,332,065	\$ —	\$ —	\$ (63,000)	\$ 1,269,065	\$ 1,260,988	\$ 8,077
	Supplies and services	408,550	—	—	63,000	471,550	479,157	(7,607)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,300	—	—	—	1,300	750	550
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 1,741,915	\$ —	\$ —	\$ —	\$ 1,741,915	\$ 1,740,895	\$ 1,020
	TOTAL 1989	\$ 1,727,740	\$ —	\$ —	\$ —	\$ 1,727,740	\$ 1,629,582	\$ 98,158
7	Research and Financial Assistance for Housing							
	Salaries, wages and employee benefits	\$ 9,058,214	\$ —	\$ —	\$ 185,000	\$ 9,243,214	\$ 8,291,015	\$ 952,199
	Supplies and services	10,979,307	—	—	—	10,979,307	8,761,009	2,218,298
	Grants	65,038,372	—	—	(185,000)	64,853,372	39,080,345	25,773,027
	Purchase of fixed assets	4,717,510	—	—	—	4,717,510	4,655,774	61,736
	Other	1,965,000	—	—	—	1,965,000	817,476	1,147,524
	TOTAL 1990	\$ 91,758,403	\$ —	\$ —	\$ —	\$ 91,758,403	\$ 61,605,619	\$ 30,152,784
	TOTAL 1989	\$ 41,473,286	\$ —	\$ —	\$ —	\$ 41,473,286	\$ 31,921,342	\$ 9,551,944
8	Housing and Mortgage Assistance for Albertans							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	200,582,000	—	—	—	200,582,000	171,386,292	29,195,708
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 200,582,000	\$ —	\$ —	\$ —	\$ 200,582,000	\$ 171,386,292	\$ 29,195,708
	TOTAL 1989	\$ 188,781,000	\$ —	\$ —	\$ —	\$ 188,781,000	\$ 169,613,368	\$ 19,167,632
	Department Total 1990	\$ 690,843,000	\$ —	\$ 7,600,000	\$ —	\$ 698,443,000	\$ 627,821,577	\$ 70,621,423
	Department Total 1989	\$ 615,147,000	\$ —	\$ 21,477,710	\$ —	\$ 636,624,710	\$ 597,402,852	\$ 39,221,858

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.18.3

MUNICIPAL AFFAIRS

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended	Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services			5	Administrative and Technical Support to Municipalities		
1.0.1	Minister's office	\$ 268,274	\$ 231,531	5.1	Program Support		
1.0.2	Deputy minister's office	444,174	504,247	5.1.1	Property tax branch	\$ 379,860	\$ 376,165
1.0.3	Finance and administrative services	9,070,671	8,967,999	5.2	Administrative Assistance to Local Authorities		
		9,783,119	9,703,777	5.2.1	Municipal services	1,983,395	4,482,003
2	Financial Support for Municipal Programs			5.2.2	Tax recovery	364,441	366,684
2.1	Alberta Partnership Transfer Program			5.2.3	Financial support to local authorities	417,850	427,559
2.1.1	Municipal assistance grants	104,536,380	104,815,318	5.3	Improvement Districts and Native Services		
2.2	Municipal Debenture Interest Rebate Program			5.3.1	Improvement District administration branch	3,744,556	3,714,818
2.2.1	Interest rebates	52,150,000	51,067,421	5.3.2	Land programs	405,623	324,434
2.3	Alberta Municipal Partnership in Local Employment Program			5.3.3	Native services unit	7,745,387	9,048,159
2.3.1	Grants to municipalities	67,850,000	67,892,509	5.4	Administration of Special Areas		
2.4	Senior Citizen Accommodation Municipal Tax Grant			5.4.1	Special Areas Board	505,804	537,303
2.4.1	Grants to municipalities	1,000,000	958,169	5.5	Assessment Services		
2.5	Transitional Financial Assistance			5.5.1	Assessment operations	9,500,815	9,621,280
2.5.1	Town of Banff transitional grant	—	3,000,000	5.5.2	Assessment standards	1,181,293	1,110,933
		225,536,380	227,733,417	5.5.3	Assessment inspection	658,253	663,796
3	Alberta Property Tax Reduction Plan - Rebates to Individuals					26,887,277	30,673,134
3.1	Program Support			6	Regulatory Boards		
3.1.1	Grants administration branch	621,813	562,606	6.0.1	Assessment Appeal Board	414,557	512,774
3.2	Senior Citizen Renters Assistance			6.0.2	Local Authorities Board	469,107	440,396
3.2.1	Rebates to senior citizens	50,656,000	47,216,900	6.0.3	Alberta Planning Board	678,629	609,582
3.3	Property Owner Tax Rebate			6.0.4	Assessment Equalization Board	179,622	178,143
3.3.1	Property tax reduction grants	499,814	93,429			1,741,915	1,740,895
3.3.2	Minimum benefit claims	73,712,946	68,137,098	7	Research and Financial Assistance for Housing		
		125,490,573	116,010,033	7.1	Program Support		
4	Support to Community Planning Services			7.1.1	Financial assistance and research branch	4,848,441	3,851,075
4.1	Grant to Alberta Planning Fund			7.1.2	Rural and emergency housing	10,291,795	10,437,581
4.1.1	Alberta Planning Fund grant	5,813,789	5,813,789	7.1.3	Administrative support	1,504,795	1,302,593
4.2	Coordination and Administration of Community Planning			7.1.4	Mortgage assistance administration	8,110,000	6,116,549
4.2.1	Planning research and development	856,828	817,747	7.2	Financial Assistance for Housing		
4.2.2	Planning branch	1,707,874	1,648,707	7.2.1	Housing registries	307,000	338,000
4.2.3	Planning support	684,842	688,167	7.2.2	Innovative housing grants	600,000	614,714
		9,063,333	8,968,410	7.2.3	Rental investment grants	600,000	954,917
				7.2.4	Senior citizens' unique home program	893,000	1,031,839
				7.2.5	Pioneer housing grants	20,000	5,500
				7.2.6	Seniors' home improvement grants	11,665,000	11,867,497
				7.2.7	Handicapped housing grants	510,000	150,115
				7.2.8	Rural and native mortgage program	4,783,372	2,853,777
				7.2.9	Isolated community housing program	1,480,000	1,493,201
				7.2.10	Metis settlement housing program	1,200,000	1,064,089

MUNICIPAL AFFAIRS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
7.2.11	Emergency repair program	\$ 225,000	\$ 181,877
7.2.12	Water and sewer improvement program	420,000	525,737
7.2.13	Seniors' emergency medic alert program	1,800,000	299,205
7.2.14	Seniors' independent living program	2,500,000	64,846
7.3	Alberta Mortgage Interest Shielding Program		
7.3.1	Mortgage interest rebates	35,000,000	13,165,900
7.4	Alberta Family First-Home Program		
7.4.1	Mortgage interest rebates	5,000,000	5,286,607
		<u>91,758,403</u>	<u>61,605,619</u>
8	Housing and Mortgage Assistance for Albertans		
8.0.1	Alberta Mortgage and Housing Corporation	200,582,000	171,386,292
	Department Total	<u>\$ 690,843,000</u>	<u>\$ 627,821,577</u>

MUNICIPAL AFFAIRS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Fees, Permits and Licences:		
Local Authorities Board	\$ 262,315	\$ 302,762
Other	<u>1,069,099</u>	<u>793,932</u>
	<u>1,331,414</u>	<u>1,096,694</u>
Other Revenue:		
Refunds of expenditure:		
Assessments	2,930,343	2,491,693
Administration of special areas and improvement districts	1,508,367	1,595,146
Previous years' refunds	244,681	183,809
Other	547,000	4,079
Sales of assets	105,684	68,356
Miscellaneous:		
Rentals	2,000,554	2,013,732
Other	<u>130,603</u>	<u>(244,809)</u>
	<u>7,467,232</u>	<u>6,112,006</u>
Total revenue	<u><u>\$8,798,646</u></u>	<u><u>\$7,208,700</u></u>

The Department of Public Works, Supply and Services is responsible for the coordination and the implementation of the policies and programs of the Government of Alberta in matters pertaining to the provision of general purpose accommodation (whether by construction, purchase or lease); for project management assistance for the design and construction of hospitals, nursing homes and major surface water development projects; for the operation and maintenance of government space; and, for land acquisitions, transportation services, central purchasing and supply, information and telecommunications services for government departments and various boards, agencies and commissions. In addition, the Department is responsible for the funding of major exhibitions and fairs through the issuance of capital and operating grants, and for the administration of the Interprovincial Lottery Act.

Statement No. 3.19.1

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 7,833,000	\$ —	\$ —	\$ —	\$ 7,833,000	\$ 7,637,816	\$ 195,184
2	Information and Telecommunication Services							
2.1	Information Services	2,475,450	—	—	—	2,475,450	2,128,474	346,976
2.2	Telecommunication Services	40,614,550	—	—	—	40,614,550	40,853,653	(239,103)
		43,090,000	—	—	—	43,090,000	42,982,127	107,873
3	Management of Properties							
3.1	Administrative Support	188,700	—	—	20,200	208,900	205,079	3,821
3.2	Accommodation Planning	14,318,700	—	2,300,000	773,800	17,392,500	17,393,440	(940)
3.3	Realty	123,804,800	—	—	(3,130,000)	120,674,800	120,530,216	144,584
3.5	Property Management	80,408,900	—	—	332,000	80,740,900	81,999,363	(1,258,463)
3.6	Contract Management	27,091,900	—	—	2,004,000	29,095,900	28,929,631	166,269
		245,813,000	—	2,300,000	—	248,113,000	249,057,729	(944,729)
4	Planning and Implementation of Construction Projects							
4.1	Administrative Support	20,133,000	—	—	51,000	20,184,000	18,887,731	1,296,269
4.2	Advanced Education	7,180,000	—	—	970,000	8,150,000	8,084,531	65,469
4.3	Agriculture	1,880,000	—	—	220,000	2,100,000	2,037,555	62,445
4.4	Attorney General	1,300,000	—	—	300,000	1,600,000	1,481,754	118,246
4.5	Culture and Multiculturalism	730,000	—	—	(80,000)	650,000	560,001	89,999
4.6	Education	265,000	—	—	555,000	820,000	739,091	80,909
4.7	Forestry, Lands and Wildlife	460,000	—	—	1,100,000	1,560,000	1,565,680	(5,680)
4.8	Environment	260,000	—	—	(70,000)	190,000	124,586	65,414
4.11	Labour	625,000	—	—	(45,000)	580,000	524,571	55,429
4.12	Career Development and Employment	330,000	—	—	(150,000)	180,000	84,562	95,438
4.13	Multi-Use Facilities (PWSS)	27,145,000	(150,167)	—	(1,047,000)	25,947,833	26,548,885	(601,052)
4.14	Recreation and Parks	900,000	—	—	450,000	1,350,000	1,344,698	5,302
4.15	Family and Social Services	6,440,000	—	—	(470,000)	5,970,000	5,929,087	40,913
4.16	Solicitor General	3,160,000	—	—	155,000	3,315,000	3,332,121	(17,121)
4.17	Tourism	1,745,000	—	—	(245,000)	1,500,000	1,362,795	137,205
4.18	Transportation and Utilities	1,020,000	—	—	(40,000)	980,000	925,432	54,568
4.19	XV Olympic Winter Games - 1988	—	—	—	5,000	5,000	1,718	3,282
4.20	Multi-Departmental Services	41,458,000	—	—	(4,030,000)	37,428,000	36,583,898	844,102
4.21	Technology, Research and Telecommunications	3,910,000	—	—	700,000	4,610,000	4,590,534	19,466
4.22	Health	8,559,000	—	—	1,671,000	10,230,000	10,104,479	125,521
		127,500,000	(150,167)	—	—	127,349,833	124,813,709	2,536,124

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.1 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
5	Central Services and Acquisition of Supplies							
5.1	Administrative Support	\$ 131,500	\$ —	\$ —	\$ 16,500	\$ 148,000	\$ 81,004	\$ 66,996
5.2	Procurement	3,120,000	—	—	(17,500)	3,102,500	2,940,025	162,475
5.3	Operational Support Services	411,300	—	—	—	411,300	341,437	69,863
5.4	Supply Operations	2,058,600	—	—	25,000	2,083,600	2,083,472	128
5.5	Government Transportation	9,278,600	—	—	(24,000)	9,254,600	9,078,210	176,390
		<u>15,000,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>15,000,000</u>	<u>14,524,148</u>	<u>475,852</u>
6	Land Assembly							
6.1	Administrative Support	980,000	—	—	175,000	1,155,000	1,092,969	62,031
6.2	Culture and Multiculturalism	640,000	—	—	(191,000)	449,000	326,957	122,043
6.3	Forestry, Lands and Wildlife	2,190,000	—	—	(301,307)	1,888,693	1,269,582	619,111
6.4	Environment	5,003,000	—	—	(2,380,509)	2,622,491	1,920,331	702,160
6.5	Recreation and Parks	650,000	—	—	(93,329)	556,671	518,049	38,622
6.6	Advanced Education	15,500,000	—	—	(1,250,655)	14,249,345	14,246,540	2,805
6.8	Public Works, Supply and Services	24,657,000	—	2,600,000	4,041,800	31,298,800	29,931,052	1,367,748
		<u>49,620,000</u>	<u>—</u>	<u>2,600,000</u>	<u>—</u>	<u>52,220,000</u>	<u>49,305,480</u>	<u>2,914,520</u>
7	Lotteries and Financial Assistance to Major Exhibitions and Fairs							
7.1	Program Support	159,800	—	—	—	159,800	42,244	117,556
7.2	Financial Assistance to Major Exhibitions and Fairs	3,097,200	—	—	—	3,097,200	2,684,065	413,135
		<u>3,257,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>3,257,000</u>	<u>2,726,309</u>	<u>530,691</u>
		<u>492,113,000</u>	<u>(150,167)</u>	<u>4,900,000</u>	<u>—</u>	<u>496,862,833</u>	<u>491,047,318</u>	<u>5,815,515</u>
STATUTORY APPROPRIATIONS								
	Public Works, Supply and Services Revolving Fund	19,861,560	—	—	—	19,861,560	17,041,276	2,820,284
	TOTAL 1990	<u>\$ 511,974,560</u> (b)	<u>\$ (150,167)</u> (c)	<u>\$ 4,900,000</u>	<u>\$ —</u>	<u>\$ 516,724,393</u>	<u>\$ 508,088,594</u>	<u>\$ 8,635,799</u>
	TOTAL 1989 (a)	<u>\$ 534,736,660</u>	<u>\$ —</u>	<u>\$ 3,000,000</u>	<u>\$ —</u>	<u>\$ 537,736,660</u>	<u>\$ 529,638,511</u>	<u>\$ 8,098,149</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Net of \$1,327,000 transferred to Solicitor General under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.19.2

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 6,076,200	\$ —	\$ —	\$ —	\$ 6,076,200	\$ 5,877,163	\$ 199,037
	Supplies and services	1,531,585	—	—	(7,500)	1,524,085	1,527,006	(2,921)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	180,600	—	—	—	180,600	182,263	(1,663)
	Other	44,615	—	—	7,500	52,115	51,384	731
	TOTAL 1990	\$ 7,833,000	\$ —	\$ —	\$ —	\$ 7,833,000	\$ 7,637,816	\$ 195,184
	TOTAL 1989 (a)	\$ 7,876,791	\$ —	\$ —	\$ —	\$ 7,876,791	\$ 7,101,931	\$ 774,860
2	Information and Telecommunication Services							
	Salaries, wages and employee benefits	\$ 4,679,700	\$ —	\$ —	\$ —	\$ 4,679,700	\$ 4,328,273	\$ 351,427
	Supplies and services	37,391,800	—	—	—	37,391,800	38,125,915	(734,115)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	1,018,500	—	—	—	1,018,500	527,939	490,561
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 43,090,000	\$ —	\$ —	\$ —	\$ 43,090,000	\$ 42,982,127	\$ 107,873
	TOTAL 1989 (a)	\$ 45,374,700	\$ —	\$ —	\$ —	\$ 45,374,700	\$ 42,874,532	\$ 2,500,168
3	Management of Properties							
	Salaries, wages and employee benefits	\$ 43,429,700	\$ —	\$ —	\$ 1,036,000	\$ 44,465,700	\$ 44,691,136	\$ (225,436)
	Supplies and services	157,490,700	—	2,300,000	314,000	160,104,700	160,976,657	(871,957)
	Grants	41,200,000	—	—	(2,750,000)	38,450,000	38,445,925	4,075
	Purchase of fixed assets	3,692,600	—	—	1,400,000	5,092,600	4,944,011	148,589
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 245,813,000	\$ —	\$ 2,300,000	\$ —	\$ 248,113,000	\$ 249,057,729	\$ (944,729)
	TOTAL 1989 (a)	\$ 238,899,850	\$ —	\$ —	\$ —	\$ 238,899,850	\$ 235,199,472	\$ 3,700,378
4	Planning and Implementation of Construction Projects							
	Salaries, wages and employee benefits	\$ 16,237,400	\$ —	\$ —	\$ —	\$ 16,237,400	\$ 15,457,540	\$ 779,860
	Supplies and services	66,124,950	(150,167)	—	—	65,974,783	65,743,695	231,088
	Grants	41,767,000	—	—	—	41,767,000	41,534,457	232,543
	Purchase of fixed assets	3,370,650	—	—	—	3,370,650	2,078,017	1,292,633
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 127,500,000	\$ (150,167)	\$ —	\$ —	\$ 127,349,833	\$ 124,813,709	\$ 2,536,124
	TOTAL 1989 (a)	\$ 135,997,515	\$ —	\$ 3,000,000	\$ —	\$ 138,997,515	\$ 139,273,366	\$ (275,851)
5	Central Services and Acquisition of Supplies							
	Salaries, wages and employee benefits	\$ 7,096,300	\$ —	\$ —	\$ —	\$ 7,096,300	\$ 6,981,497	\$ 114,803
	Supplies and services	7,611,500	—	—	—	7,611,500	7,319,855	291,645
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	292,200	—	—	—	292,200	222,796	69,404
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 15,000,000	\$ —	\$ —	\$ —	\$ 15,000,000	\$ 14,524,148	\$ 475,852
	TOTAL 1989	\$ 14,480,650	\$ —	\$ —	\$ —	\$ 14,480,650	\$ 14,216,779	\$ 263,871

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.2 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
6	Land Assembly							
	Salaries, wages and employee benefits	\$ 748,400	\$ —	\$ —	\$ 55,000	\$ 803,400	\$ 788,001	\$ 15,399
	Supplies and services	1,113,100	—	—	(55,000)	1,058,100	619,682	438,418
	Grants	—	—	—	283,000	283,000	283,000	—
	Purchase of fixed assets	47,758,500	—	2,600,000	(283,000)	50,075,500	47,614,797	2,460,703
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 49,620,000	\$ —	\$ 2,600,000	\$ —	\$ 52,220,000	\$ 49,305,480	\$ 2,914,520
	TOTAL 1989	\$ 79,698,400	\$ —	\$ —	\$ —	\$ 79,698,400	\$ 79,351,384	\$ 347,016
7	Lotteries and Financial Assistance to Major Exhibitions and Fairs							
	Salaries, wages and employee benefits	\$ 110,800	\$ —	\$ —	\$ —	\$ 110,800	\$ 36,449	\$ 74,351
	Supplies and services	46,500	—	—	—	46,500	4,051	42,449
	Grants	3,097,200	—	—	—	3,097,200	2,684,065	413,135
	Purchase of fixed assets	2,500	—	—	—	2,500	1,744	756
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 3,257,000	\$ —	\$ —	\$ —	\$ 3,257,000	\$ 2,726,309	\$ 530,691
	TOTAL 1989 (a)	\$ 3,254,200	\$ —	\$ —	\$ —	\$ 3,254,200	\$ 2,759,853	\$ 494,347
	Total Voted 1990	\$ 492,113,000	\$ (150,167)	\$ 4,900,000	\$ —	\$ 496,862,833	\$ 491,047,318	\$ 5,815,515
	Total Voted 1989 (a)	\$ 525,582,106	\$ —	\$ 3,000,000	\$ —	\$ 528,582,106	\$ 520,777,317	\$ 7,804,789
STATUTORY APPROPRIATIONS								
	Public Works, Supply and Services Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	55,500	—	—	—	55,500	(376,464)	431,964
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	28,445,170	—	—	—	28,445,170	25,637,460	2,807,710
	Other	(8,639,110)	—	—	—	(8,639,110)	(8,219,720)	(419,390)
	Total Statutory 1990	\$ 19,861,560	\$ —	\$ —	\$ —	\$ 19,861,560	\$ 17,041,276	\$ 2,820,284
	Total Statutory 1989	\$ 9,154,554	\$ —	\$ —	\$ —	\$ 9,154,554	\$ 8,861,194	\$ 293,360
	Department Total 1990	\$ 511,974,560 (b)	\$ (150,167)(c)	\$ 4,900,000	\$ —	\$ 516,724,393	\$ 508,088,594	\$ 8,635,799
	Department Total 1989 (a)	\$ 534,736,660	\$ —	\$ 3,000,000	\$ —	\$ 537,736,660	\$ 529,638,511	\$ 8,098,149

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Net of \$1,327,000 transferred to Solicitor General under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.19.3

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 226,300	\$ 338,131
1.0.2	Deputy minister's office	309,200	378,929
1.0.3	Executive director's office - finance and administration	126,000	130,614
1.0.4	Financial planning	1,127,700	1,021,302
1.0.5	Management services	1,864,900	1,818,788
1.0.6	Personnel	1,837,000	1,830,685
1.0.7	Financial services	1,773,900	1,555,098
1.0.8	Departmental financial systems	108,500	87,982
1.0.9	Tender administration	459,500	476,287
		<u>7,833,000</u>	<u>7,637,816</u>
2	Information and Telecommunication Services		
2.1	Information Services		
2.1.1	Assistant deputy minister's office	160,600	161,277
2.1.2	Planning and policy branch	977,250	917,282
2.1.4	Systems management and coordination	1,337,600	1,049,915
2.2	Telecommunication Services		
2.2.1	Executive director's office	117,550	47,687
2.2.2	Telecommunications services branch	26,544,000	26,919,434
2.2.3	Network management	12,436,800	12,298,029
2.2.4	Operations and administration	1,516,200	1,588,503
		<u>43,090,000</u>	<u>42,982,127</u>
3	Management of Properties		
3.1	Administrative Support		
3.1.1	Assistant deputy minister - accommodation services	188,700	205,079
3.2	Accommodation Planning		
3.2.1	Administrative support	2,928,700	3,466,764
3.2.2	Tenant improvements	11,390,000	13,926,676
3.3	Realty		
3.3.1	Administrative support	2,104,800	2,122,427
3.3.2	Leases	80,300,000	79,802,649
3.3.3	Grants in lieu of taxes	41,400,000	38,605,140
3.5	Property Management		
3.5.1	Assistant deputy minister - property management	57,900	11,074
3.5.2	Operational support	3,287,587	2,613,961
3.5.4	Physical plant - southern region	25,535,271	26,036,765
3.5.5	Physical plant - central region	30,441,978	31,413,312
3.5.7	Physical plant - northern region	19,961,764	20,891,978
3.5.8	Operation and maintenance of waterlines	1,124,400	1,035,217
3.5.9	Property management maintenance projects	—	(2,944)

Vote and Ref. No.	Program/Element	Estimates	Expended
3.6	Contract Management		
3.6.1	Administrative support	\$ 2,584,300	\$ 2,541,970
3.6.2	Property management contracts	17,880,200	18,628,154
3.6.3	Lease contracts	3,905,900	5,181,926
3.6.5	Tenant services contracts	2,721,500	2,577,581
		<u>245,813,000</u>	<u>249,057,729</u>
4	Planning and Implementation of Construction Projects		
4.1	Administrative Support		
4.1.1	Assistant deputy minister - capital development	180,000	181,096
4.1.2	Construction division	3,106,800	2,844,593
4.1.3	Cost control and analysis division	1,390,200	1,263,592
4.1.4	Hospital construction administration	899,600	946,303
4.1.5	Project management division	5,343,100	4,989,581
4.1.6	Site development division	2,605,600	2,549,216
4.1.7	Assistant deputy minister - reservoir development and technical resources	225,800	214,915
4.1.8	Reservoir development	1,302,300	1,109,266
4.1.9	Technical resources	5,079,600	4,789,169
4.2	Advanced Education		
4.2.1	Alberta Vocational Centre - Calgary	50,000	108,474
4.2.5	Alberta Vocational Centre - Edmonton	60,000	13,967
4.2.11	Alberta Vocational Centre - Grouard	1,520,000	1,767,381
4.2.12	Alberta Vocational Centre - Lac La Biche	—	36,090
4.2.17	Alberta Vocational Centre - Slave Lake	5,050,000	6,151,119
4.2.26	AOC/CVC satellite locations - various	500,000	7,500
4.3	Agriculture		
4.3.2	Alberta Special Crops and Horticultural Research Centre - Brooks	1,505,000	1,697,898
4.3.3	Irrigated Crops Research Centre - Bow Island	200,000	149,707
4.3.6	O.S. Longman Building - Edmonton	—	22,464
4.3.7	Alberta Tree Nursery and Horticulture Centre - Edmonton	30,000	55,744
4.3.11	Food Processing Development Centre - Leduc	10,000	22,688
4.3.13	Agriculture Research Centre - Lethbridge	5,000	—
4.3.14	Field Crops Research Centre - Lacombe	130,000	89,054

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4.4	Attorney General		
4.4.3	Court of Queen's Bench - Calgary	\$ —	\$ 83,648
4.4.4	Family and Youth Court - Calgary	—	194,943
4.4.5	Courthouse (old) - Calgary	50,000	—
4.4.7	Medical Examiner Facility - Calgary	10,000	13,587
4.4.15	Law courts additions - Edmonton	55,000	675,708
4.4.17	Medical Examiner Facility - Edmonton	10,000	168
4.4.18	Law Courts Complex - Edmonton	60,000	73,223
4.4.24	Provincial Court - High Level	200,000	3,968
4.4.26	Courthouse - High Prairie	—	6,643
4.4.34	Courthouse - Sherwood Park	200,000	100,997
4.4.36	Courthouse - St. Paul	75,000	85,703
4.4.37	Courthouse - Stony Plain	100,000	604
4.4.39	Courthouse - Vegreville	140,000	7,235
4.4.40	Renovations to court facilities - various	400,000	235,327
4.5	Culture and Multiculturalism		
4.5.1	Southern Alberta Jubilee Auditorium - Calgary	—	8,735
4.5.2	Glenbow Museum - Calgary	—	3,297
4.5.3	Palaeontology field station - Brooks	15,000	—
4.5.4	Rutherford House - Edmonton	—	2,291
4.5.5	Frank Slide Interpretive Centre - Crowsnest Pass	—	23,754
4.5.6	Tyrrell Museum - Drumheller	—	47,654
4.5.7	Beaver House - Edmonton	—	119,700
4.5.10	Provincial Archives (new) - Edmonton	—	37,631
4.5.11	Provincial Museum - Edmonton	640,000	96,865
4.5.12	Northern Alberta Jubilee Auditorium - Edmonton	—	11,053
4.5.16	Head-Smashed-In Buffalo Jump - Fort Macleod	75,000	198,725
4.5.19	Okotoks erratic historic site - Okotoks	—	10,296
4.6	Education		
4.6.1	Correspondence School - Barrhead	15,000	218,865
4.6.6	Education Response Centre - Edmonton	100,000	24,435
4.6.10	Portable classroom facilities - various	150,000	495,791
4.7	Forestry, Lands and Wildlife		
4.7.3	Fish and wildlife warehouse - Bragg Creek	—	37,714
4.7.7	Sam Livingston Fish Hatchery - Calgary	15,000	226,741
4.7.12	Raven Brood Trout Station - Caroline	—	135,340
4.7.14	Northern Fish Hatchery - Cold Lake	420,000	858,697
4.7.43	Pine Ridge Nursery - Smoky Lake	25,000	191,965

Vote and Ref. No.	Program/Element	Estimates	Expended
4.7.51	Fish and wildlife warehouses - various	\$ —	\$ 97,414
4.7.53	Walleye rearing ponds - various	—	14,605
4.7.55	Forest headquarters and ranger station - Whitecourt	—	3,204
4.8	Environment		
4.8.2	Environment yard - Arrowwood	—	15,263
4.8.8	Environment yard - Fort Macleod	—	1,337
4.8.20	Alberta Environmental Centre - Vegreville	260,000	107,986
4.11	Labour		
4.11.1	Alberta Fire Training School - Vermilion	625,000	524,571
4.12	Career Development and Employment		
4.12.7	Alberta Opportunity Corps - various	80,000	53,562
4.12.12	CVC/AOC Building - Wabasca	250,000	31,000
4.13	Multi-Use Facilities (PWSS)		
4.13.2	Petroleum Technology Training Centre - Beijing, China	1,500,000	253,090
4.13.3	Energy Resources Research Building - Calgary	20,000	12,915
4.13.6	John J. Bowlen Building - Calgary	20,000	19,821
4.13.7	McDougall Centre - Calgary	30,000	39,719
4.13.14	Cold Lake Marina - Cold Lake	1,900,000	1,659,564
4.13.16	Provincial Building - Desmarais	600,000	393,923
4.13.17	Bowker Building - Edmonton	40,000	51,826
4.13.18	Alberta Records Centre - Edmonton	500,000	10,589
4.13.20	PWSS Hangars Municipal Airport - Edmonton	750,000	716,759
4.13.21	Barnett House - Edmonton	170,000	167,141
4.13.26	John E. Brownlee Building - Edmonton	—	35,679
4.13.27	Saint Stephen's College - Edmonton	—	14,402
4.13.32	Land Titles Building - Edmonton	500,000	263,701
4.13.39	Federal Building - Edmonton	240,000	2,998
4.13.41	Government Centre - Edmonton	—	66,376
4.13.42	Legislature Building - Edmonton	40,000	847,333
4.13.50	Provincial Building - High Prairie	2,000,000	275,916
4.13.52	Provincial Building - Medicine Hat	5,700,000	6,575,673
4.13.66	Provincial Building - Taber	1,070,000	1,456,953
4.13.79	Alberta Heritage Railway hopper cars - various	1,630,000	100,427
4.13.80	Government buildings - various	350,000	1,495,028

Statement No. 3.19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4.13.81	Miscellaneous demolition projects - various	\$ 470,000	\$ 540,281
4.13.82	Off-site service charges - various	1,000,000	2,718,089
4.13.83	Prisoner holding facilities - various	330,000	768,915
4.13.84	Maintenance projects - various	8,285,000	8,061,767
4.14	Recreation and Parks		
4.14.2	Fish Creek Provincial Park - Calgary	250,000	607,935
4.14.4	Blue Lake Centre - Hinton	300,000	447,792
4.14.6	Buck Lake Provincial Park - Buck Lake	250,000	214,596
4.14.13	Boulton Creek Campground - Peter Lougheed Provincial Park	50,000	38,581
4.14.19	William Watson Lodge - Peter Lougheed Provincial Park	50,000	35,794
4.15	Family and Social Services		
4.15.2	Baker Centre - Calgary	600,000	583,071
4.15.3	Group homes - Calgary	245,000	124,772
4.15.4	Single Men's Hostel - Calgary	50,000	249,887
4.15.5	Sprucecliff Centre - Calgary	400,000	327,039
4.15.9	Group homes - Edmonton	420,000	348,334
4.15.15	Yellowhead Centre - Edmonton	650,000	35,686
4.15.18	Sifton Children's Centre - Lethbridge	—	69,913
4.15.19	Youth Assessment Centre (YOA) - Medicine Hat	20,000	15,048
4.15.20	Youth Assessment Centre (YOA) - Grande Prairie	—	29,043
4.15.22	Youth Assessment Centre (YOA) - High Prairie	5,000	18,839
4.15.23	Group Home - Lethbridge	—	7,200
4.15.27	Michener Centre - Red Deer	4,050,000	4,120,255
4.16	Solicitor General		
4.16.1	Bow River Correctional Centre - Calgary	65,000	8,567
4.16.2	Correctional Centre - Calgary	100,000	91,325
4.16.3	Remand Centre - Calgary	1,800,000	994,270
4.16.4	Young Offenders Centre - Calgary	—	243,845
4.16.12	Remand Centre - Edmonton	—	197,395
4.16.14	Young Offenders Centre - Edmonton	300,000	582,945
4.16.20	Driver Examination Office - Grande Prairie	95,000	70,204
4.16.21	Youth Assessment Centre (YOA) - Grande Prairie	—	6,960
4.16.22	Correctional Centre - Fort Saskatchewan	300,000	256,775
4.16.23	Correctional Centre - Grande Cache	—	115,000
4.16.24	Minimum Security Correctional Camp - Kananaskis	350,000	467,149
4.16.27	Remand Centre - Medicine Hat	—	27,136

Vote and Ref. No.	Program/Element	Estimates	Expended
4.16.28	Correctional Centre - Peace River	\$ —	\$ 22,962
4.16.30	Remand Centre - Red Deer	—	81,867
4.16.31	Youth Development Centre (YOA) - Strathmore	—	4,926
4.16.35	Government facilities - various	—	149,728
4.16.40	Minimum security correctional camps - various	150,000	11,067
4.17	Tourism		
4.17.5	Travel Information Centre - Field, B.C.	600,000	628,137
4.17.8	Travel Information Centre - Milk River	750,000	689,662
4.17.9	Travel Information Centre - Jasper	50,000	—
4.17.10	Travel Information Centre - St. Mary's, Montana	140,000	15,684
4.17.11	Travel Information Centre - Sentinel	55,000	23,715
4.17.21	Travel Information Centre - Walsh	150,000	5,597
4.18	Transportation and Utilities		
4.18.4	Transportation depot - Brooks	10,000	—
4.18.18	Transportation depot - Grimshaw	460,000	243,324
4.18.32	Transportation depot - Rycroft	—	47,260
4.18.40	Renovations to transportation facilities - various	350,000	258,937
4.18.41	Site development - various	200,000	375,911
4.19	XV Olympic Winter Games - 1988		
4.19.3	Olympic nordic venue development - Canmore	—	1,718
4.20	Multi-Departmental Services		
4.20.1	Transferable amount	4,000,000	—
4.20.3	Capital debt repayments - government facilities	220,000	204,423
4.20.4	Capital debt repayments - hospitals	30,753,000	30,846,306
4.20.5	Capital debt repayments - reservoirs	6,485,000	5,533,169
4.21	Technology, Research and Telecommunications		
4.21.5	Coal Research Centre - Devon	265,000	263,105
4.21.8	Alberta Research Council, Millwoods - Edmonton	340,000	316,159
4.21.10	Alberta Research Council, Clover Bar - Edmonton	3,205,000	4,011,020
4.21.30	Alberta Research Council - various	100,000	250
4.22	Health		
4.22.2	Equity interest	1,130,000	1,092,267
4.22.3	Extraordinary maintenance	3,259,000	3,213,493
4.22.5	Claresholm Care Centre - Claresholm	—	8,922
4.22.20	Health Centre - Worsley	—	600

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.19.3 (cont'd)

PUBLIC WORKS, SUPPLY AND SERVICES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4.22.30	Indian Metis Rehabilitation Centre - Bonnyville	\$ 90,000	\$ 7,342
4.22.35	Henwood Rehabilitation Centre - Edmonton	80,000	71,046
4.22.38	Northern Addictions Centre - Grande Prairie	4,000,000	5,710,809
		<u>127,500,000</u>	<u>124,813,709</u>

5	Central Services and Acquisition of Supplies		
5.1	Administrative Support		
5.1.1	Assistant deputy minister's office	131,500	81,004
5.2	Procurement		
5.2.1	Executive director's office	117,700	258,400
5.2.2	Purchasing	1,997,800	1,677,931
5.2.3	Contracted services	770,200	762,998
5.2.4	Southern regional office	234,300	240,696
5.3	Operational Support Services		
5.3.1	Standards and technical services	255,400	185,890
5.3.2	Administrative support services branch	155,900	155,547
5.4	Supply Operations		
5.4.1	Executive director's office	105,600	74,545
5.4.2	Records management branch	1,019,000	1,077,122
5.4.3	Surplus sales branch	934,000	931,805
5.5	Government Transportation		
5.5.1	Air transportation services	6,679,100	6,655,090
5.5.2	Automotive services garage	246,400	215,274
5.5.3	Central delivery and courier	2,353,100	2,207,846
		<u>15,000,000</u>	<u>14,524,148</u>

6	Land Assembly		
6.1	Administrative Support		
6.1.1	Administrative support	980,000	1,092,969
6.2	Culture and Multiculturalism		
6.2.1	Historical sites	640,000	326,957
6.3	Forestry, Lands and Wildlife		
6.3.1	Provincial grazing reserves	370,000	216,497
6.3.2	Natural areas program	510,000	352,057
6.3.3	Conservation program	50,000	48,000
6.3.4	Wildlife habitat	845,000	547,410
6.3.5	Fisheries habitat	205,000	92,929
6.3.6	Public access to fisheries	80,000	—
6.3.8	Resources management program	130,000	12,689
6.4	Environment		
6.4.1	Municipal waste management	645,000	128,745
6.4.2	Environmental research	15,000	2,100
6.4.3	Surface water development and control	4,213,000	1,750,921
6.4.4	Operation and maintenance of water resources systems	25,000	2,565
6.4.5	Land conservation	105,000	36,000

Vote and Ref. No.	Program/Element	Estimates	Expended
6.5	Recreation and Parks		
6.5.1	Existing provincial parks	\$ 650,000	\$ 518,049
6.6	Advanced Education		
6.6.1	Post-secondary institutions	15,500,000	14,246,540
6.8	Public Works, Supply and Services		
6.8.1	Repayment of Government Land Purchase Fund	24,657,000	29,931,052
		<u>49,620,000</u>	<u>49,305,480</u>
7	Lotteries and Financial Assistance to Major Exhibitions and Fairs		
7.1	Program Support		
7.1.1	Administrative support	159,800	42,244
7.2	Financial Assistance to Major Exhibitions and Fairs		
7.2.1	Operating grants	900,000	900,000
7.2.2	Pari mutuel rebates	1,735,000	1,723,673
7.2.3	Capital grants	462,200	60,392
		<u>3,257,000</u>	<u>2,726,309</u>
		<u>492,113,000</u>	<u>491,047,318</u>

STATUTORY APPROPRIATIONS

Public Works, Supply and Services Revolving Fund	19,861,560	17,041,276
Department Total	<u>\$ 511,974,560 (a)</u>	<u>\$ 508,088,594</u>

(a) Net of \$1,327,000 transferred to Solicitor General under authority of the Public Service Administrative Transfers Act.

PUBLIC WORKS, SUPPLY AND SERVICES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Federal sales tax refunds	\$ 1,282,735	\$ 1,320,663
Fees, Permits and Licences:		
Civil service parking	<u>513,368</u>	<u>488,768</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	1,527,255	1,550,824
Surplus sales	701,237	827,031
Other	8,723	21,098
Sales of assets:		
Land	4,508,373	6,000,709
Other	116,128	52,788
Miscellaneous:		
Rentals	9,570,157	11,445,126
Other	<u>1,770,299</u>	<u>1,268,983</u>
	<u>18,202,172</u>	<u>21,166,559</u>
Total revenue	<u>\$19,998,275</u>	<u>\$22,975,990</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Department of Recreation and Parks is responsible for the development and support of recreational services and programs, and for the planning, development and management of Provincial parks.

Statement No. 3.20.1

RECREATION AND PARKS

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 3,673,656	\$ —	\$ —	\$ —	\$ 3,673,656	\$ 3,488,246	\$ 185,410
2	Recreation Development							
2.1	Program Support	673,356	—	—	10,035	683,391	679,990	3,401
2.2	Financial Assistance	36,285,373	—	—	(8,500)	36,276,873	36,158,684	118,189
2.3	Community Recreation Development	3,559,662	—	—	(10,814)	3,548,848	3,383,510	165,338
2.4	Provincial Recreation and Sport Development	3,098,695	—	—	9,279	3,107,974	2,942,717	165,257
		43,617,086	—	—	—	43,617,086	43,164,901	452,185
3	Provincial Parks							
3.1	Program Support	4,233,369	—	—	(35,000)	4,198,369	3,749,625	448,744
3.2	Operations	18,202,482	—	—	35,000	18,237,482	18,137,076	100,406
3.3	Parks - Reconstruction	9,493,536	—	—	(26,000)	9,467,536	9,326,206	141,330
3.4	Parks - Construction and Redevelopment	50,000	—	—	26,000	76,000	67,618	8,382
		31,979,387	—	—	—	31,979,387	31,280,525	698,862
5	Kananaskis Country Management							
5.1	Program Support	1,556,496	—	—	9,000	1,565,496	1,556,255	9,241
5.2	Operations	10,679,473	—	—	(111,916)	10,567,557	10,570,429	(2,872)
5.3	Redevelopment and Construction	1,612,019	—	—	102,916	1,714,935	1,714,305	630
		13,847,988	—	—	—	13,847,988	13,840,989	6,999
		93,118,117	—	—	—	93,118,117	91,774,661	1,343,456
STATUTORY APPROPRIATIONS								
	Recreation and Parks Revolving Fund	(8,500)	—	—	—	(8,500)	(17,674)	9,174
	TOTAL 1990	\$ 93,109,617	\$ —	\$ —	\$ —	\$ 93,109,617	\$ 91,756,987	\$ 1,352,630
	TOTAL 1989	\$ 99,425,671	\$ —	\$ 1,307,000	\$ —	\$ 100,732,671	\$ 99,231,397	\$ 1,501,274

Statement No. 3.20.2

RECREATION AND PARKS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	Unexpended (Over Expended)
VOTED APPROPRIATIONS								
1	Departmental Support							
	Services							
	Salaries, wages and employee benefits	\$ 3,058,113	\$ —	\$ —	\$ (10,000)	\$ 3,048,113	\$ 2,967,480	\$ 80,633
	Supplies and services	490,099	—	—	—	490,099	388,098	102,001
	Grants	17,629	—	—	—	17,629	15,500	2,129
	Purchase of fixed assets	63,200	—	—	—	63,200	62,884	316
	Other	44,615	—	—	10,000	54,615	54,284	331
	TOTAL 1990	\$ 3,673,656	\$ —	\$ —	\$ —	\$ 3,673,656	\$ 3,488,246	\$ 185,410
	TOTAL 1989 (a)	\$ 3,663,677	\$ —	\$ —	\$ —	\$ 3,663,677	\$ 3,483,092	\$ 180,585
2	Recreation Development							
	Salaries, wages and employee benefits	\$ 5,364,691	\$ —	\$ —	\$ —	\$ 5,364,691	\$ 5,063,879	\$ 300,812
	Supplies and services	1,997,995	—	—	—	1,997,995	1,965,696	32,299
	Grants	36,102,400	—	—	—	36,102,400	35,984,897	117,503
	Purchase of fixed assets	152,000	—	—	—	152,000	150,429	1,571
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 43,617,086	\$ —	\$ —	\$ —	\$ 43,617,086	\$ 43,164,901	\$ 452,185
	TOTAL 1989 (a)	\$ 48,990,255	\$ —	\$ 400,000	\$ —	\$ 49,390,255	\$ 48,880,818	\$ 509,437
3	Provincial Parks							
	Salaries, wages and employee benefits	\$ 16,980,515	\$ —	\$ —	\$ —	\$ 16,980,515	\$ 16,558,695	\$ 421,820
	Supplies and services	14,767,606	—	—	—	14,767,606	14,518,486	249,120
	Grants	100,000	—	—	—	100,000	100,000	—
	Purchase of fixed assets	131,266	—	—	—	131,266	103,344	27,922
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 31,979,387	\$ —	\$ —	\$ —	\$ 31,979,387	\$ 31,280,525	\$ 698,862
	TOTAL 1989	\$ 33,458,584	\$ —	\$ —	\$ —	\$ 33,458,584	\$ 32,871,909	\$ 586,675
4	Support to the XV Olympic Winter Games - 1988							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	TOTAL 1989	\$ 258,848	\$ —	\$ 800,000	\$ —	\$ 1,058,848	\$ 936,386	\$ 122,462

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.20.2 (cont'd)

RECREATION AND PARKS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
5	Kananaskis Country Management							
	Salaries, wages and employee benefits	\$ 7,587,100	\$ —	\$ —	\$ —	\$ 7,587,100	\$ 7,692,100	\$ (105,000)
	Supplies and services	5,681,063	—	—	—	5,681,063	5,595,890	85,173
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	579,225	—	—	—	579,225	552,999	26,226
	Other	600	—	—	—	600	—	600
	TOTAL 1990	<u>\$ 13,847,988</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 13,847,988</u>	<u>\$ 13,840,989</u>	<u>\$ 6,999</u>
	TOTAL 1989	<u>\$ 13,051,607</u>	<u>\$ —</u>	<u>\$ 107,000</u>	<u>\$ —</u>	<u>\$ 13,158,607</u>	<u>\$ 13,114,737</u>	<u>\$ 43,870</u>
	Total Voted 1990	<u>\$ 93,118,117</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 93,118,117</u>	<u>\$ 91,774,661</u>	<u>\$ 1,343,456</u>
	Total Voted 1989	<u>\$ 99,422,971</u>	<u>\$ —</u>	<u>\$ 1,307,000</u>	<u>\$ —</u>	<u>\$ 100,729,971</u>	<u>\$ 99,286,942</u>	<u>\$ 1,443,029</u>
STATUTORY APPROPRIATIONS								
	Recreation and Parks Revolving Fund							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	(4,553)	4,553
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	(8,500)	—	—	—	(8,500)	(13,121)	4,621
	Total Statutory 1990	<u>\$ (8,500)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (8,500)</u>	<u>\$ (17,674)</u>	<u>\$ 9,174</u>
	Total Statutory 1989	<u>\$ 2,700</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 2,700</u>	<u>\$ (55,545)</u>	<u>\$ 58,245</u>
	Department Total 1990	<u>\$ 93,109,617</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 93,109,617</u>	<u>\$ 91,756,987</u>	<u>\$ 1,352,630</u>
	Department Total 1989	<u>\$ 99,425,671</u>	<u>\$ —</u>	<u>\$ 1,307,000</u>	<u>\$ —</u>	<u>\$ 100,732,671</u>	<u>\$ 99,231,397</u>	<u>\$ 1,501,274</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

Statement No. 3.20.3

RECREATION AND PARKS

STATEMENT OF EXPENDITURE

BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Minister's office	\$ 208,398	\$ 214,525
1.0.2	Deputy minister's office	182,821	189,879
1.0.3	Planning secretariat	584,259	471,511
1.0.4	Public communications	159,320	136,129
1.0.5	Financial services	1,223,944	1,236,374
1.0.6	Personnel services	470,956	436,316
1.0.7	Computing services	507,038	559,965
1.0.8	Office and general administration	336,920	243,547
		<u>3,673,656</u>	<u>3,488,246</u>
2	Recreation Development		
2.1	Program Support		
2.1.1	Administrative support	284,346	271,423
2.1.2	Program management	159,927	226,859
2.1.3	Planning support	229,083	181,708
2.2	Financial Assistance		
2.2.1	Grants administration	182,973	173,787
2.2.2	Provincial recreation/ sport grants	676,400	676,400
2.2.3	Community/municipal grants	33,508,100	33,391,099
2.2.4	Association grants	1,917,900	1,917,398
2.3	Community Recreation Development		
2.3.1	Branch support	343,522	326,187
2.3.2	Regional recreation services	1,868,619	1,657,922
2.3.3	Recreation facilities	1,118,984	1,111,162
2.3.4	Community recreation services	228,537	288,239
2.4	Provincial Recreation and Sport Development		
2.4.1	Program support	312,164	323,920
2.4.2	Provincial recreation leadership and program services	676,506	660,845
2.4.3	Percy Page Centre	372,960	359,146
2.4.4	Provincial association development	718,740	587,338
2.4.5	Blue Lake Centre	588,960	591,202
2.4.6	Leisure lifestyle and fitness	429,365	420,266
		<u>43,617,086</u>	<u>43,164,901</u>
3	Provincial Parks		
3.1	Program Support		
3.1.1	Divisional support	1,314,880	1,287,725
3.1.2	Planning	1,229,952	910,003
3.1.3	Operations support	1,688,537	1,551,897
3.2	Operations		
3.2.1	West central region	5,129,675	5,245,899
3.2.2	East central region	4,762,744	4,722,361
3.2.3	North region	3,584,866	3,525,428
3.2.4	South region	4,725,197	4,643,388
3.3	Parks - Reconstruction		
3.3.1	Project management	2,467,447	2,349,539
3.3.2	Upgrading	6,059,010	5,788,256
3.3.3	Replacement	152,553	408,926
3.3.4	Major repair	814,526	779,485
3.4	Parks - Construction and Redevelopment		
3.4.1	Cypress Hills	50,000	67,618
		<u>31,979,387</u>	<u>31,280,525</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
5	Kananaskis Country Management		
5.1	Program Support		
5.1.1	General administration	\$ 515,695	\$ 502,228
5.1.2	Public communications	466,751	473,827
5.1.3	Kananaskis village resort association	574,050	580,200
5.2	Operations		
5.2.1	Program administration	1,907,395	2,412,887
5.2.2	Central district	2,735,069	2,101,695
5.2.3	East district	2,179,135	2,164,852
5.2.4	West district	3,511,741	3,514,532
5.2.5	Emergency services	346,133	376,463
5.3	Redevelopment and Construction		
5.3.1	Planning, design and project management	827,501	927,278
5.3.2	Redevelopment and major maintenance	784,518	787,027
		<u>13,847,988</u>	<u>13,840,989</u>
		<u>93,118,117</u>	<u>91,774,661</u>
STATUTORY APPROPRIATIONS			
	Recreation and Parks Revolving Fund	(8,500)	(17,674)
	Department Total	<u>\$ 93,109,617</u>	<u>\$ 91,756,987</u>

RECREATION AND PARKS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Federal sales tax refunds	\$ 32,401	\$ 15,236
Fees, Permits and Licences:		
Camping fees	2,548,469	2,679,033
Provincial park land disposition	294,500	300,251
Recreation development fees	145,003	145,383
Other	22,355	27,710
	<u>3,010,327</u>	<u>3,152,377</u>
Other Revenue:		
Refunds of expenditure:		
Previous years' refunds	35,387	84,826
Other	90,285	136,337
Miscellaneous:		
Provincial park concessions	289,417	294,043
Rentals	131,518	132,640
Provincial parks	67,485	65,103
Utilities	62,885	65,657
Kananaskis Village Resort Association	—	635,190
Other	(9,621)	52,246
	<u>667,356</u>	<u>1,466,042</u>
Total revenue	<u>\$3,710,084</u>	<u>\$4,633,655</u>

The Solicitor General's Department provides law enforcement, correction services, vehicle registration and driver licensing, and control and regulation over horse racing in accordance with the statutes of Alberta, including Provincial policing, private investigators and security guards, and correctional institutions. The Department also provides policy direction to the Alberta Liquor Control Board.

Statement No. 3.21.1

SOLICITOR GENERAL

STATEMENT OF EXPENDITURE BY

PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 8,886,215	\$ —	\$ —	\$ —	\$ 8,886,215	\$ 8,779,820	\$ 106,395
2	Correctional Services							
2.1	Program Support	4,199,800	—	—	252,349	4,452,149	4,444,873	7,276
2.2	Institutional Services	84,211,800	—	—	103,940	84,315,740	84,235,557	80,183
2.3	Community Correctional Services	10,366,800	—	—	135,236	10,502,036	10,437,478	64,558
2.4	Purchased Community Services	13,652,300	—	—	(491,525)	13,160,775	13,022,193	138,582
		<u>112,430,700</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>112,430,700</u>	<u>112,140,101</u>	<u>290,599</u>
3	Law Enforcement							
3.1	Program Support	4,262,200	—	1,145,000	85,000	5,492,200	5,365,599	126,601
3.2	Financial Support for Policing	97,419,200	—	505,000	250,700	98,174,900	98,379,264	(204,364)
3.3	Federal Gun Control	334,500	—	—	(34,300)	300,200	298,901	1,299
3.4	Court Security and Prisoner Escorts	5,522,100	—	—	(371,266)	5,150,834	5,151,426	(592)
3.5	Impaired Driving Program	1,185,000	—	—	69,866	1,254,866	1,085,600	169,266
		<u>108,723,000</u>	<u>—</u>	<u>1,650,000</u>	<u>—</u>	<u>110,373,000</u>	<u>110,280,790</u>	<u>92,210</u>
4	Motor Vehicle Registration and Driver Licensing							
4.1	Program Support	2,948,400	—	—	(311,427)	2,636,973	2,583,570	53,403
4.2	Licence Issuing and Driver Testing	19,494,500	—	—	311,427	19,805,927	19,761,120	44,807
		<u>22,442,900</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>22,442,900</u>	<u>22,344,690</u>	<u>98,210</u>
5	Control and Development of Horse Racing	7,075,868	—	—	—	7,075,868	7,075,868	—
	TOTAL 1990	<u>\$ 259,558,683(b)</u>	<u>\$ —</u>	<u>\$ 1,650,000</u>	<u>\$ —</u>	<u>\$ 261,208,683</u>	<u>\$ 260,621,269</u>	<u>\$ 587,414</u>
	TOTAL 1989 (a)	<u>\$ 242,213,911</u>	<u>\$ —</u>	<u>\$ 125,000</u>	<u>\$ —</u>	<u>\$ 242,338,911</u>	<u>\$ 242,061,024</u>	<u>\$ 277,887</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Includes \$1,327,000 transferred from Public Works, Supply and Services under authority of the Public Service Administrative Transfers Act.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.21.2

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 7,013,800	\$ —	\$ —	\$ (259,000)	\$ 6,754,800	\$ 6,690,847	\$ 63,953
	Supplies and services	1,717,800	—	—	118,200	1,836,000	1,811,025	24,975
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	110,000	—	—	132,800	242,800	226,484	16,316
	Other	44,615	—	—	8,000	52,615	51,464	1,151
	TOTAL 1990	\$ 8,886,215	\$ —	\$ —	\$ —	\$ 8,886,215	\$ 8,779,820	\$ 106,395
	TOTAL 1989 (a)	\$ 8,283,381	\$ —	\$ —	\$ —	\$ 8,283,381	\$ 8,153,739	\$ 129,642
2	Correctional Services							
	Salaries, wages and employee benefits	\$ 80,551,300	\$ —	\$ —	\$ 83,000	\$ 80,634,300	\$ 80,608,198	\$ 26,102
	Supplies and services	31,330,400	—	—	(272,525)	31,057,875	30,824,224	233,651
	Grants	12,000	—	—	—	12,000	11,864	136
	Purchase of fixed assets	537,000	—	—	189,525	726,525	695,815	30,710
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 112,430,700	\$ —	\$ —	\$ —	\$ 112,430,700	\$ 112,140,101	\$ 290,599
	TOTAL 1989 (a)	\$ 105,672,730	\$ —	\$ —	\$ —	\$ 105,672,730	\$ 105,729,975	\$ (57,245)
3	Law Enforcement							
	Salaries, wages and employee benefits	\$ 6,681,800	\$ —	\$ 30,000	\$ (173,000)	\$ 6,538,800	\$ 6,529,858	\$ 8,942
	Supplies and services	70,855,200	—	1,525,000	157,000	72,537,200	72,518,719	18,481
	Grants	31,151,500	—	55,000	—	31,206,500	31,157,437	49,063
	Purchase of fixed assets	34,500	—	40,000	16,000	90,500	74,776	15,724
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 108,723,000	\$ —	\$ 1,650,000	\$ —	\$ 110,373,000	\$ 110,280,790	\$ 92,210
	TOTAL 1989 (a)	\$ 98,686,900	\$ —	\$ 125,000	\$ —	\$ 98,811,900	\$ 98,759,051	\$ 52,849
4	Motor Vehicle Registration and Driver Licensing							
	Salaries, wages and employee benefits	\$ 11,088,700	\$ —	\$ —	\$ (150,000)	\$ 10,938,700	\$ 10,854,298	\$ 84,402
	Supplies and services	11,131,800	—	—	150,000	11,281,800	11,274,876	6,924
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	222,400	—	—	—	222,400	215,516	6,884
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 22,442,900	\$ —	\$ —	\$ —	\$ 22,442,900	\$ 22,344,690	\$ 98,210
	TOTAL 1989 (a)	\$ 22,838,100	\$ —	\$ —	\$ —	\$ 22,838,100	\$ 22,685,459	\$ 152,641

Statement No. 3.21.3 (cont'd)

SOLICITOR GENERAL
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
5	Control and Development of Horse Racing		
5.0.1	Grant to the Alberta Racing Commission	\$ 7,075,868	\$ 7,075,868
	Department Total	<u>\$ 259,558,683(a)</u>	<u>\$ 260,621,269</u>

(a) Includes \$1,327,000 transferred from Public Works, Supply and Services under authority of the Public Service Administrative Transfers Act.

SOLICITOR GENERAL
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Young offenders program	\$ 14,422,833	\$ 16,385,457
Federal inmate account	6,972,693	7,412,089
National parole services	2,736,054	2,835,734
Native courtworker program	765,286	1,054,652
Other	674,400	496,322
	<u>25,571,266</u>	<u>28,184,254</u>
Fees, Permits and Licences:		
Motor vehicle licences:		
Passenger vehicles	50,955,904	49,002,221
Commercial vehicles	49,659,668	48,532,875
Operators	11,583,379	12,268,606
Driver abstracts	3,076,371	2,818,934
Administration fees	2,342,040	2,203,528
Off highway vehicle licences	1,368,494	1,046,051
Reinstatements	1,263,354	1,882,464
Road test fees	1,164,614	856,150
Personalized plates	922,585	833,130
Searches	805,659	804,969
Dealers licences	703,375	808,010
Other	312,445	245,620
Other:		
Firearm	270,297	263,967
Other	117,850	117,645
	<u>124,546,035</u>	<u>121,684,170</u>
Other Revenue:		
Refunds of expenditure:		
Victim fine surcharge	386,665	—
Previous years' refunds	38,349	75,757
Miscellaneous:		
Correctional centres	355,608	441,459
Other	327,044	196,254
	<u>1,107,666</u>	<u>713,470</u>
Total revenue	<u>\$151,224,967</u>	<u>\$150,581,894</u>

The Department of Technology, Research and Telecommunications is responsible for developing policies and implementing programs which promote the further diversification of the Provincial economy by emphasizing advanced technologies, including information and communications, and the promotion of Alberta as a leader in the development and commercialization of applied research.

Statement No. 3.22.1

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Development and Commercialization of Advanced Technologies	\$ 4,919,910	\$ —	\$ 590,000	\$ —	\$ 5,509,910	\$ 5,038,208	\$ 471,702
2	Financing of Technology and Research Projects							
2.1	Infrastructure							
	Development and Support	9,523,090	—	—	50,000	9,573,090	9,573,090	—
2.2	Commercialization of Advanced Technologies	15,957,000	—	3,800,000	(50,000)	19,707,000	19,144,635	562,365
		25,480,090	—	3,800,000	—	29,280,090	28,717,725	562,365
	Less: capitalized as a voted non-budgetary disbursement	(10,600,000)	—	(1,500,000)	—	(12,100,000)	(12,150,000)	50,000
		14,880,090	—	2,300,000	—	17,180,090	16,567,725	612,365
3	Natural Sciences and Engineering Research	24,450,000	—	—	—	24,450,000	24,450,000	—
4	Multi-Media Education Services							
4.1	Program Support	4,051,400	—	—	—	4,051,400	4,051,400	—
4.2	Development and Production	8,111,500	—	—	—	8,111,500	8,111,500	—
4.3	Media Utilization	4,215,100	—	720,000	—	4,935,100	4,935,100	—
		16,378,000	—	720,000	—	17,098,000	17,098,000	—
	TOTAL 1990	\$ 60,628,000	\$ —	\$ 3,610,000	\$ —	\$ 64,238,000	\$ 63,153,933	\$ 1,084,067
	TOTAL 1989 (a)	\$ 62,542,759	\$ —	\$ 2,800,000	\$ —	\$ 65,342,759	\$ 63,628,273	\$ 1,714,486

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.22.2

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Development and Commercialization of Advanced Technologies							
	Salaries, wages and employee benefits	\$ 2,677,670	\$ —	\$ —	\$ —	\$ 2,677,670	\$ 2,473,834	\$ 203,836
	Supplies and services	2,120,625	—	590,000	(7,000)	2,703,625	2,437,580	266,045
	Grants	10,000	—	—	—	10,000	10,000	—
	Purchase of fixed assets	59,000	—	—	7,000	66,000	63,910	2,090
	Other	52,615	—	—	—	52,615	52,884	(269)
	TOTAL 1990	\$ 4,919,910	\$ —	\$ 590,000	\$ —	\$ 5,509,910	\$ 5,038,208	\$ 471,702
	TOTAL 1989	\$ 4,938,609	\$ —	\$ —	\$ —	\$ 4,938,609	\$ 4,483,540	\$ 455,069
2	Financing of Technology and Research Projects							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	14,132,090	—	2,300,000	—	16,432,090	15,873,160	558,930
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	11,348,000	—	1,500,000	—	12,848,000	12,844,565	3,435
		25,480,090	—	3,800,000	—	29,280,090	28,717,725	562,365
	Less: capitalized as a voted non-budgetary disbursement	(10,600,000)	—	(1,500,000)	—	(12,100,000)	(12,150,000)	50,000
	TOTAL 1990	\$ 14,880,090	\$ —	\$ 2,300,000	\$ —	\$ 17,180,090	\$ 16,567,725	\$ 612,365
	TOTAL 1989 (a)	\$ 17,991,150	\$ —	\$ 2,800,000	\$ —	\$ 20,791,150	\$ 19,531,733	\$ 1,259,417
3	Natural Sciences and Engineering Research							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	24,450,000	—	—	—	24,450,000	24,450,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 24,450,000	\$ —	\$ —	\$ —	\$ 24,450,000	\$ 24,450,000	\$ —
	TOTAL 1989	\$ 23,500,000	\$ —	\$ —	\$ —	\$ 23,500,000	\$ 23,500,000	\$ —
4	Multi-Media Education Services							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	16,378,000	—	720,000	—	17,098,000	17,098,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 16,378,000	\$ —	\$ 720,000	\$ —	\$ 17,098,000	\$ 17,098,000	\$ —
	TOTAL 1989	\$ 16,113,000	\$ —	\$ —	\$ —	\$ 16,113,000	\$ 16,113,000	\$ —
	Department Total 1990	\$ 60,628,000	\$ —	\$ 3,610,000	\$ —	\$ 64,238,000	\$ 63,153,933	\$ 1,084,067
	Department Total 1989 (a)	\$ 62,542,759	\$ —	\$ 2,800,000	\$ —	\$ 65,342,759	\$ 63,628,273	\$ 1,714,486

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Development and Commercialization of Advanced Technologies		
1.0.1	Minister's office	\$ 223,689	\$ 339,175
1.0.2	Deputy minister's office	193,323	196,803
1.0.3	Financial and administrative services	796,407	1,181,227
1.0.4	Planning and coordination	1,159,216	930,504
1.0.5	Technology commercialization	1,360,652	1,233,499
1.0.6	Investment development and promotion	353,202	288,971
1.0.7	Corporate and public relations	738,105	703,684
1.0.8	Human resources	95,316	92,575
1.0.9	Premier's Council on Science and Technology	—	71,770
		<u>4,919,910</u>	<u>5,038,208</u>
2	Financing of Technology and Research Projects		
2.1	Infrastructure		
2.1.2	Development and Support Electronics/ microelectronics	3,680,000	3,680,000
2.1.3	Telecommunications/ information services	763,050	813,050
2.1.4	Computers and software	400,000	400,000
2.1.6	Advanced materials/ processes	1,000,000	1,000,000
2.1.7	Advanced technology and engineering support	3,310,040	3,310,040
2.1.8	Medical research support	370,000	370,000
2.2	Commercialization of Advanced Technologies		
2.2.1	Biotechnology	7,100,000	7,275,000
2.2.2	Electronics/ microelectronics	—	431,584
2.2.3	Telecommunications/ information services	—	328,520
2.2.4	Computers and software	3,500,000	3,716,352
2.2.5	Advanced manufacturing	—	100,725
2.2.6	Advanced materials/ processes	—	3,416,356
2.2.7	Emerging technologies	3,024,000	1,543,098
2.2.8	Medical innovation	2,333,000	2,333,000
		<u>25,480,090</u>	<u>28,717,725</u>
	Less: capitalized as a voted non-budgetary disbursement	<u>(10,600,000)</u>	<u>(12,150,000)</u>
		<u>14,880,090</u>	<u>16,567,725</u>
3	Natural Sciences and Engineering Research		
3.0.1	Alberta Research Council	23,570,000	23,570,000
3.0.2	Electronics Test Centre	880,000	880,000
		<u>24,450,000</u>	<u>24,450,000</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
4	Multi-Media Education Services		
4.1	Program Support		
4.1.1	Program support	\$ 4,051,400	\$ 4,051,400
4.2	Development and Production		
4.2.1	Development and production	8,111,500	8,111,500
4.3	Media Utilization		
4.3.1	Media utilization	4,215,100	4,935,100
		<u>16,378,000</u>	<u>17,098,000</u>
	Department Total	<u>\$ 60,628,000</u>	<u>\$ 63,153,933</u>

TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Patent Act	<u>\$2,316,303</u>	<u>\$2,315,590</u>
Other Revenue:		
Investment income	159,821	44,709
Refunds of expenditure	<u>21,471</u>	<u>54,049</u>
	<u>181,292</u>	<u>98,758</u>
Total revenue	<u><u>\$2,497,595</u></u>	<u><u>\$2,414,348</u></u>

The Department of Tourism is responsible for leading the development of a competitive tourism industry which contributes to Alberta's economic growth.

Statement No. 3.23.1

TOURISM
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
1	Departmental Support Services	\$ 5,474,755	\$ —	\$ —	\$ —	\$ 5,474,755	\$ 5,078,448	\$ 396,307
2	Tourism Planning, Development and Marketing							
2.1	Planning	1,987,660	—	—	(25,000)	1,962,660	1,777,339	185,321
2.2	Industry and Business Development	4,317,390	—	—	10,750	4,328,140	3,066,052	1,262,088
2.3	Marketing	13,568,740	—	—	14,250	13,582,990	12,914,527	668,463
2.4	Canada/Alberta Tourism Agreement	5,380,480	—	1,200,000	—	6,580,480	6,473,246	107,234
		25,254,270	—	1,200,000	—	26,454,270	24,231,164	2,223,106
3	Tourism Education and Training	1,473,370	—	—	—	1,473,370	1,425,835	47,535
	TOTAL 1990	\$ 32,202,395	\$ —	\$ 1,200,000	\$ —	\$ 33,402,395	\$ 30,735,447	\$ 2,666,948
	TOTAL 1989	\$ 33,503,930	\$ —	\$ 1,190,000	\$ —	\$ 34,693,930	\$ 32,728,872	\$ 1,965,058

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.23.2

TOURISM

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,454,290	\$ —	\$ —	\$ 23,000	\$ 2,477,290	\$ 2,408,465	\$ 68,825
	Supplies and services	2,506,890	—	—	(30,000)	2,476,890	2,144,143	332,747
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	468,960	—	—	—	468,960	474,430	(5,470)
	Other	44,615	—	—	7,000	51,615	51,410	205
	TOTAL 1990	\$ 5,474,755	\$ —	\$ —	\$ —	\$ 5,474,755	\$ 5,078,448	\$ 396,307
	TOTAL 1989 (a)	\$ 4,401,510	\$ —	\$ 1,190,000	\$ —	\$ 5,591,510	\$ 4,505,395	\$ 1,086,115
2	Tourism Planning, Development and Marketing							
	Salaries, wages and employee benefits	\$ 6,608,380	\$ —	\$ —	\$ —	\$ 6,608,380	\$ 5,552,366	\$ 1,056,014
	Supplies and services	13,433,440	—	166,895	(105,000)	13,495,335	12,342,953	1,152,382
	Grants	5,130,950	—	1,033,105	105,000	6,269,055	6,254,647	14,408
	Purchase of fixed assets	81,500	—	—	—	81,500	81,198	302
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 25,254,270	\$ —	\$ 1,200,000	\$ —	\$ 26,454,270	\$ 24,231,164	\$ 2,223,106
	TOTAL 1989 (a)	\$ 28,927,420	\$ —	\$ —	\$ —	\$ 28,927,420	\$ 27,867,367	\$ 1,060,053
3	Tourism Education and Training							
	Salaries, wages and employee benefits	\$ 339,600	\$ —	\$ —	\$ —	\$ 339,600	\$ 263,935	\$ 75,665
	Supplies and services	1,111,270	—	—	(35,000)	1,076,270	1,116,169	(39,899)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	7,500	—	—	35,000	42,500	32,067	10,433
	Other	15,000	—	—	—	15,000	13,664	1,336
	TOTAL 1990	\$ 1,473,370	\$ —	\$ —	\$ —	\$ 1,473,370	\$ 1,425,835	\$ 47,535
	TOTAL 1989 (a)	\$ 175,000	\$ —	\$ —	\$ —	\$ 175,000	\$ 356,110	\$ (181,110)
	Department Total 1990	\$ 32,202,395	\$ —	\$ 1,200,000	\$ —	\$ 33,402,395	\$ 30,735,447	\$ 2,666,948
	Department Total 1989	\$ 33,503,930	\$ —	\$ 1,190,000	\$ —	\$ 34,693,930	\$ 32,728,872	\$ 1,965,058

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

TOURISM
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
1	Departmental Support Services		
1.0.1	Minister's office	\$ 283,785	\$ 275,210
1.0.2	Deputy minister's office	271,510	311,904
1.0.3	Corporate development	2,288,940	1,890,937
1.0.4	Finance and administration	2,630,520	2,600,397
		<u>5,474,755</u>	<u>5,078,448</u>
2	Tourism Planning, Development and Marketing		
2.1	Planning		
2.1.1	Executive director's office	245,680	223,654
2.1.2	Destination planning	885,510	657,111
2.1.3	Community services	477,170	632,034
2.1.4	Generator planning	379,300	264,540
2.2	Industry and Business Development		
2.2.1	Executive director's office	240,990	130,433
2.2.2	Business growth and investment	1,214,630	894,226
2.2.3	Community tourism action program - administration	445,390	207,208
2.2.4	Regional generator development	605,400	336,268
2.2.5	Industry organization and development	898,000	886,436
2.2.6	Industry services delivery	912,980	611,481
2.3	Marketing		
2.3.1	Executive director's office	766,520	855,188
2.3.2	Marketing planning	768,870	837,078
2.3.3	Team tourism administration	487,040	423,463
2.3.4	Meetings/international liaison	1,493,700	1,337,327
2.3.5	Sales and promotion	2,026,150	1,926,878
2.3.6	Vacation planning	1,253,530	1,172,448
2.3.7	Advertising	4,590,390	3,908,515
2.3.8	Public relations	2,032,540	2,238,780
2.3.9	Commissioner General for Trade and Tourism	150,000	214,850
2.4	Canada/Alberta Tourism Agreement		
2.4.1	Administrative support	736,100	443,182
2.4.2	Facility and product development	2,515,450	3,288,882
2.4.3	Alpine ski facility development	325,000	193,994
2.4.4	Market development	1,353,930	1,336,256
2.4.5	Training and professional development	180,000	147,155
2.4.6	Industry and community support	100,000	348,877
2.4.7	Analysis and evaluation	170,000	714,900
		<u>25,254,270</u>	<u>24,231,164</u>

Vote and Ref. No.	Program/Element	Estimates	Expended
3	Tourism Education and Training		
3.0.1	Tourism Education Council operations	\$ 300,000	\$ 304,915
3.0.2	Standards development	293,000	328,422
3.0.3	Attitude and awareness training	685,370	644,388
3.0.4	Employee certification	195,000	148,110
		<u>1,473,370</u>	<u>1,425,835</u>
	Department Total	<u>\$ 32,202,395</u>	<u>\$ 30,735,447</u>

TOURISM
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Tourism subsidiary agreement	<u>\$2,377,356</u>	<u>\$2,610,659</u>
Other Revenue:		
Refunds of expenditure	429,093	127,426
Miscellaneous	<u>252</u>	<u>101</u>
Total revenue	<u>429,345</u>	<u>127,527</u>
	<u>\$2,806,701</u>	<u>\$2,738,186</u>

The Department of Transportation and Utilities is responsible for the development, construction and maintenance of an integrated transportation system in Alberta to facilitate the safe and efficient movement of people and products and the economic development of the Province, and assists in the provision of certain essential utilities which affect the daily lives of Albertans. These latter services relate primarily to water and sewer facilities, electricity and natural gas.

Statement No. 3.24.1

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
1.1	Executive Services	\$ 1,069,830	\$ —	\$ —	\$ —	\$ 1,069,830	\$ 1,054,516	\$ 15,314
1.2	Administrative Services	6,580,895	(8,935)	—	—	6,571,960	6,400,632	171,328
1.3	Planning and Development	6,016,824	—	—	—	6,016,824	6,186,440	(169,616)
		<u>13,667,549</u>	<u>(8,935)</u>	<u>—</u>	<u>—</u>	<u>13,658,614</u>	<u>13,641,588</u>	<u>17,026</u>
2	Construction and Operation of Transportation Systems							
2.1	Program Design and Delivery	45,573,684	—	—	90,000	45,663,684	44,363,574	1,300,110
2.2	Construction and Improvement of Roads	400,113,302	(1,456,320)	465,000	6,750,000	405,871,982	408,611,184	(2,739,202)
2.3	Construction and Improvement of Bridges	56,820,058	—	—	(7,700,000)	49,120,058	47,904,015	1,216,043
2.4	Maintenance of Roads	77,353,494	—	5,000,000	—	82,353,494	88,208,993	(5,855,499)
2.5	Maintenance of Bridges	6,147,923	—	—	500,000	6,647,923	6,578,357	69,566
2.6	Construction and Improvement of Ancillary Infrastructure	3,699,351	—	—	—	3,699,351	2,717,489	981,862
2.7	Operation and Maintenance of Ancillary Infrastructure	4,464,015	—	—	—	4,464,015	4,080,725	383,290
2.8	Specialized Transportation Services	15,693,457	—	—	80,000	15,773,457	15,744,658	28,799
2.9	Financial Assistance for Rural Transportation	40,807,118	—	—	—	40,807,118	40,539,259	267,859
2.10	Financial Assistance for Urban Transportation	147,297,096	—	—	—	147,297,096	147,195,892	101,204
2.11	Rail Infrastructure Development	5,500,000	—	—	280,000	5,780,000	5,778,134	1,866
		<u>803,469,498</u>	<u>(1,456,320)</u>	<u>5,465,000</u>	<u>—</u>	<u>807,478,178</u>	<u>811,722,280</u>	<u>(4,244,102)</u>
3	Financial Assistance to Alberta Resources Railway	<u>6,683,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>6,683,000</u>	<u>6,683,000</u>	<u>—</u>
4	Development and Support of Utilities Services							
4.1	Program Development	571,985	—	—	—	571,985	402,766	169,219
4.2	Gas Utility Development and Support	11,918,124	—	—	1,000,000	12,918,124	12,235,283	682,841
4.3	Municipal Services Development and Support	35,268,027	—	—	—	35,268,027	34,589,402	678,625
4.4	Heating Fuel Grants	13,834,662	—	—	(1,000,000)	12,834,662	11,974,451	860,211
4.5	Electric Utility Development and Support	1,666,701	—	—	—	1,666,701	1,166,926	499,775
4.6	Rural Water Development	4,139,386	—	2,700,000	—	6,839,386	6,793,237	46,149
		<u>67,398,885</u>	<u>—</u>	<u>2,700,000</u>	<u>—</u>	<u>70,098,885</u>	<u>67,162,065</u>	<u>2,936,820</u>
		<u>891,218,932</u>	<u>(1,465,255)</u>	<u>8,165,000</u>	<u>—</u>	<u>897,918,677</u>	<u>899,208,933</u>	<u>(1,290,256)</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.24.1 (cont'd)

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
	Transportation Revolving							
	Fund	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 8,021,836	\$ (8,021,836)
	Gas Alberta Operating Fund	—	—	—	—	—	(88,090)	88,090
		—	—	—	—	—	7,933,746	(7,933,746)
	TOTAL 1990	\$ 891,218,932(b)	\$ (1,465,255)(c)	\$ 8,165,000	\$ —	\$ 897,918,677	\$ 907,142,679	\$ (9,224,002)
	TOTAL 1989 (a)	\$ 827,007,916	\$ (4,415,748)(c)	\$ 13,000,000	\$ —	\$ 835,592,168	\$ 854,258,648	\$ (18,666,480)

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Net of \$4,756,392 transferred to Energy under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided					Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized		
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 8,651,303	\$ —	\$ —	\$ —	\$ 8,651,303	\$ 8,503,762	\$ 147,541
	Supplies and services	4,581,973	(8,935)	—	—	4,573,038	4,419,612	153,426
	Grants	39,000	—	—	—	39,000	37,489	1,511
	Purchase of fixed assets	350,658	—	—	—	350,658	629,342	(278,684)
	Other	44,615	—	—	—	44,615	51,383	(6,768)
	TOTAL 1990	\$ 13,667,549	\$ (8,935)	\$ —	\$ —	\$ 13,658,614	\$ 13,641,588	\$ 17,026
	TOTAL 1989 (a)	\$ 13,429,836	\$ —	\$ —	\$ —	\$ 13,429,836	\$ 13,421,497	\$ 8,339
2	Construction and Operation of Transportation Systems							
	Salaries, wages and employee benefits	\$ 129,814,162	\$ —	\$ 1,620,000	\$ —	\$ 131,434,162	\$ 124,986,933	\$ 6,447,229
	Supplies and services	465,346,119	(1,456,320)	3,845,000	—	467,734,799	483,438,586	(15,703,787)
	Grants	194,666,758	—	—	—	194,666,758	195,907,430	(1,240,672)
	Purchase of fixed assets	13,641,959	—	—	—	13,641,959	7,389,331	6,252,628
	Other	500	—	—	—	500	—	500
	TOTAL 1990	\$ 803,469,498	\$ (1,456,320)	\$ 5,465,000	\$ —	\$ 807,478,178	\$ 811,722,280	\$ (4,244,102)
	TOTAL 1989 (a)	\$ 724,013,781	\$ (4,415,748)	\$ 9,500,000	\$ —	\$ 729,098,033	\$ 730,817,876	\$ (1,719,843)
3	Financial Assistance to Alberta Resources Railway							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	6,683,000	—	—	—	6,683,000	6,683,000	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 6,683,000	\$ —	\$ —	\$ —	\$ 6,683,000	\$ 6,683,000	\$ —
	TOTAL 1989	\$ 7,000,000	\$ —	\$ —	\$ —	\$ 7,000,000	\$ 4,931,946	\$ 2,068,054
4	Development and Support of Utilities Services							
	Salaries, wages and employee benefits	\$ 4,393,353	\$ —	\$ —	\$ —	\$ 4,393,353	\$ 3,834,271	\$ 559,082
	Supplies and services	4,934,332	—	—	—	4,934,332	3,430,779	1,503,553
	Grants	57,925,000	—	2,700,000	—	60,625,000	59,771,929	853,071
	Purchase of fixed assets	146,200	—	—	—	146,200	125,086	21,114
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 67,398,885	\$ —	\$ 2,700,000	\$ —	\$ 70,098,885	\$ 67,162,065	\$ 2,936,820
	TOTAL 1989 (a)	\$ 84,866,100	\$ —	\$ 3,500,000	\$ —	\$ 88,366,100	\$ 88,002,636	\$ 363,464
	Total Voted 1990	\$ 891,218,932	\$ (1,465,255)	\$ 8,165,000	\$ —	\$ 897,918,677	\$ 899,208,933	\$ (1,290,256)
	Total Voted 1989 (a)	\$ 829,309,717	\$ (4,415,748)	\$ 13,000,000	\$ —	\$ 837,893,969	\$ 837,173,955	\$ 720,014

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.24.2 (cont'd)

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
STATUTORY APPROPRIATIONS								
Revolving Funds								
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	423,241	(423,241)
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	13,288,500	—	—	—	13,288,500	14,950,176	(1,661,676)
	Other	(13,288,500)	—	—	—	(13,288,500)	(7,439,671)	(5,848,829)
	Total Statutory 1990	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 7,933,746</u>	<u>\$ (7,933,746)</u>
	Total Statutory 1989	<u>\$ (2,301,801)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (2,301,801)</u>	<u>\$ 17,084,693</u>	<u>\$ (19,386,494)</u>
	Department Total 1990	<u>\$ 891,218,932(b)</u>	<u>\$ (1,465,255)(c)</u>	<u>\$ 8,165,000</u>	<u>\$ —</u>	<u>\$ 897,918,677</u>	<u>\$ 907,142,679</u>	<u>\$ (9,224,002)</u>
	Department Total 1989 (a)	<u>\$ 827,007,916</u>	<u>\$ (4,415,748)(c)</u>	<u>\$ 13,000,000</u>	<u>\$ —</u>	<u>\$ 835,592,168</u>	<u>\$ 854,258,648</u>	<u>\$ (18,666,480)</u>

(a) The 1989 figures have been restated where necessary to conform to the 1990 presentation.

(b) Net of \$4,756,392 transferred to Energy under authority of the Public Service Administrative Transfers Act.

(c) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

Statement No. 3.24.3

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended	Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS				2.6	Construction and Improvement of Ancillary Infrastructure		
1	Departmental Support Services			2.6.1	Campsites and rest areas	\$ 902,105	\$ 488,571
1.1	Executive Services			2.6.2	Vehicle inspection stations	1,304,811	1,077,989
1.1.1	Minister's office	\$ 292,497	\$ 276,403	2.6.3	Airports	1,492,435	1,150,929
1.1.2	Deputy minister's office	453,926	428,539	2.7	Operation and Maintenance of Ancillary Infrastructure		
1.1.3	Legal services	59,413	51,387	2.7.1	Ferries	1,523,844	1,186,365
1.1.4	Public communications	263,994	298,187	2.7.2	Provincial air facilities	2,940,171	2,894,360
1.2	Administrative Services			2.8	Specialized Transportation Services		
1.2.1	Assistant deputy minister's office	126,769	252,579	2.8.1	Assistant deputy minister's office	195,146	212,834
1.2.2	General services	2,126,775	1,915,834	2.8.2	Motor Transport Board	195,471	172,428
1.2.3	Financial services	2,395,465	2,395,163	2.8.3	Motor transport services	15,302,840	15,359,396
1.2.4	Personnel and management services	1,931,886	1,837,056	2.9	Financial Assistance for Rural Transportation		
1.3	Planning and Development			2.9.1	Engineering assistance	754,990	588,828
1.3.1	Assistant deputy minister's office	132,905	131,484	2.9.2	Grants to counties and municipal districts	28,525,668	28,304,689
1.3.2	Information systems services	5,883,919	6,054,956	2.9.3	Grants to special areas	1,526,460	1,526,460
		13,667,549	13,641,588	2.9.4	Grants to towns and villages	10,000,000	10,119,282
2	Construction and Operation of Transportation Systems			2.10	Financial Assistance for Urban Transportation		
2.1	Program Design and Delivery			2.10.1	Urban transportation services	697,096	619,694
2.1.1	Senior assistant deputy minister's office	305,388	271,390	2.10.2	Basic capital grants	100,000,000	101,629,773
2.1.2	Assistant deputy minister's office	365,461	326,493	2.10.3	Primary highway connectors grants	16,000,000	14,720,000
2.1.3	Transportation planning and policy	1,966,965	1,786,035	2.10.4	Alberta partnership transfer program - transit operating assistance	19,100,000	19,003,788
2.1.4	Regional service delivery	11,889,812	12,088,014	2.10.5	Primary highway maintenance grants	4,000,000	3,534,036
2.1.5	Construction programming	2,024,844	1,917,889	2.10.6	Community safe streets grants	7,500,000	7,688,601
2.1.6	Design engineering	3,887,016	3,569,906	2.11	Rail Infrastructure Development		
2.1.7	Contracts engineering	2,147,998	2,100,177	2.11.1	Rail lines to resources	5,500,000	5,778,134
2.1.8	Materials engineering	7,968,716	7,777,006			803,469,498	811,722,280
2.1.9	Bridge engineering	4,495,029	4,459,847	3	Financial Assistance to Alberta Resources Railway		
2.1.10	Property services	2,216,329	2,005,437	3.0.1	Alberta Resources Railway	6,683,000	6,683,000
2.1.11	Operational planning	4,336,106	4,424,589	4	Development and Support of Utilities Services		
2.1.12	Traffic engineering	2,323,372	2,032,219	4.1	Program Development		
2.1.13	Research and development	1,646,648	1,604,572	4.1.1	Assistant deputy minister's office	201,728	171,154
2.2	Construction and Improvement of Roads			4.1.2	Program coordination	370,257	231,612
2.2.1	Primary highways	181,795,300	172,217,179	4.2	Gas Utility Development and Support		
2.2.2	Secondary highways	100,232,352	109,319,217	4.2.1	Gas utility support services	2,968,124	2,475,598
2.2.3	Approach roads	2,506,588	4,340,895	4.2.2	Distribution system capital grants	8,950,000	9,759,685
2.2.4	Improvement district roads	22,835,852	22,884,725				
2.2.5	Resource roads	52,661,447	57,604,713				
2.2.6	Pavement rehabilitation	40,081,763	42,244,455				
2.3	Construction and Improvement of Bridges						
2.3.1	Primary highway bridges	18,565,206	16,452,102				
2.3.2	Rural/local highway bridges	13,551,196	13,947,294				
2.3.3	Irrigation bridges	403,656	567,885				
2.3.3	Resource bridges	24,300,000	16,936,734				
2.4	Maintenance of Roads						
2.4.1	Primary highways	61,708,945	68,328,950				
2.4.2	Improvement district roads	15,644,549	19,880,043				
2.5	Maintenance of Bridges						
2.5.1	Primary highway bridges	2,869,569	2,905,115				
2.5.2	Rural/local highway bridges	3,278,354	3,673,242				

TRANSPORTATION AND UTILITIES
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
4.3	Municipal Services		
	Development and Support		
4.3.1	Municipal engineering services	\$ 1,078,027	\$ 762,422
4.3.2	Municipal water and sewage grants	25,850,000	23,430,152
4.3.3	Northern supplementary fund grants	2,000,000	2,000,000
4.3.4	Regional utility program	4,960,000	6,936,351
4.3.5	Utilities officer grants	1,380,000	1,460,477
4.4	Heating Fuel Grants		
4.4.1	Support services	932,662	774,543
4.4.2	Remote area heating grants	2,372,000	858,356
4.4.3	Senior citizens home heating grants	10,400,000	10,274,200
4.4.4	Propane/fuel oil tank grants	130,000	67,352
4.5	Electric Utility		
	Development and Support		
4.5.1	Rural electric support services	1,086,701	841,152
4.5.2	Rural electric projects	300,000	46,755
4.5.3	Rural electrification grants	280,000	279,019
4.6	Rural Water Program		
4.6.1	Support services	339,386	293,237
4.6.2	Farm water grants	3,800,000	6,500,000
		<u>67,398,885</u>	<u>67,162,065</u>
		<u>891,218,932</u>	<u>899,208,933</u>
STATUTORY APPROPRIATIONS			
	Transportation Revolving Fund	—	8,021,836
	Gas Alberta Operating Fund	—	(88,090)
		—	<u>7,933,746</u>
	Department Total	<u>\$ 891,218,932(a)</u>	<u>\$ 907,142,679</u>

(a) Net of \$4,756,392 transferred to Energy under authority of the Public Service Administrative Transfers Act.

TRANSPORTATION AND UTILITIES
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Payments from Government of Canada:		
Yellowhead highway improvement program	\$ 1,000,000	\$ 5,000,000
National safety code standards agreement	852,417	—
Canadian National Railway Company	586,500	—
Other	752,631	629,325
	<u>3,191,548</u>	<u>5,629,325</u>
Fees, Permits and Licences:		
Motor Transport Services	5,942,723	6,303,829
Airport revenue	195,403	196,858
Other	54,120	51,948
	<u>6,192,246</u>	<u>6,552,635</u>
Other Revenue:		
Investment income:		
Interest on advances	339,858	1,836
Refunds of expenditure:		
Previous years' refunds	4,825,578	1,283,485
Other	191,875	140,541
Sales of assets:		
Land	197,613	62,141
Other	4,948	45,154
Miscellaneous:		
Daishowa Canada	4,081,911	—
Cold Lake/Grande Centre Regional Utilities Services Commission	2,122,458	—
Capital Region Sewage Commission	1,677,077	13,756,080
Rentals	95,516	67,183
Waskasoo Regional Services Board	—	454,629
Other	2,230,604	404,351
	<u>15,767,438</u>	<u>16,215,400</u>
Total revenue	<u>\$25,151,232</u>	<u>\$28,397,360</u>

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

The Treasury Department is responsible for the collection, management, control and reporting of revenue and expenditure; borrowing, investments, cash management, financial and budgetary procedures of the Crown, including the Alberta Heritage Savings Trust Fund; fiscal and economic analyses; development of revenue policies and administration and collection of revenue, including corporate taxation; provision of statistical information; administration of government pension plans; the risk management and insurance program, and for the regulation of credit unions, trust companies and investment contract companies operating in Alberta.

Statement No. 3.25.1

TREASURY

STATEMENT OF EXPENDITURE BY
PROGRAM AND SUB-PROGRAM

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
VOTED APPROPRIATIONS								
1	Departmental Support Services	\$ 2,978,415	\$ —	\$ —	\$ —	\$ 2,978,415	\$ 2,846,498	\$ 131,917
2	Revenue Collection and Rebates							
2.1	Program Support	552,400	—	—	—	552,400	511,944	40,456
2.2	Revenue and Rebates	116,330,900	(446,274)	20,300,000	—	136,184,626	140,549,737	(4,365,111)
2.3	Corporate Tax Administration	11,421,100	—	—	—	11,421,100	11,336,566	84,534
		<u>128,304,400</u>	<u>(446,274)</u>	<u>20,300,000</u>	<u>—</u>	<u>148,158,126</u>	<u>152,398,247</u>	<u>(4,240,121)</u>
3	Financial Management, Planning and Central Services							
3.1	Office of the Controller	17,133,600	—	—	(100,000)	17,033,600	16,576,517	457,083
3.2	Budget and Fiscal Policy	3,274,400	—	—	—	3,274,400	3,213,165	61,235
3.3	Finance	6,808,000	—	—	98,000	6,906,000	6,439,807	466,193
3.4	Risk Management and Insurance	3,773,200	—	—	2,000	3,775,200	3,692,389	82,811
3.5	Regulation of Financial Institutions	5,059,700	—	85,000,000	—	90,059,700	83,235,443	6,824,257
3.6	Statistical Services	2,213,700	—	—	—	2,213,700	2,019,037	194,663
3.7	Employee Insurance and Compensation	4,272,600	—	—	—	4,272,600	3,430,675	841,925
		<u>42,535,200</u>	<u>—</u>	<u>85,000,000</u>	<u>—</u>	<u>127,535,200</u>	<u>118,607,033</u>	<u>8,928,167</u>
4	Pension Advice and Appeals	<u>464,200</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>464,200</u>	<u>415,831</u>	<u>48,369</u>
6	Financing - Purchase of Loans	—	—	35,000,000	—	35,000,000	34,651,183	348,817
		<u>174,282,215</u>	<u>(446,274)</u>	<u>140,300,000</u>	<u>—</u>	<u>314,135,941</u>	<u>308,918,792</u>	<u>5,217,149</u>
STATUTORY APPROPRIATIONS								
	Treasury Revolving Fund	6,200	—	—	—	6,200	9,038	(2,838)
	Land Purchase Fund	(5,300,000)	—	—	—	(5,300,000)	(13,889,323)	8,589,323
	Farm Credit Stability Fund Act	34,000,000	—	—	—	34,000,000	69,268,265	(35,268,265)
	Small Business Term Assistance Fund Act	6,000,000	—	—	—	6,000,000	6,709,094	(709,094)
	Corporate Tax Interest Refunds	6,000,000	—	—	—	6,000,000	6,504,289	(504,289)
	Debt Servicing Costs	825,000,000	—	—	—	825,000,000	880,712,806	(55,712,806)
		<u>865,706,200</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>865,706,200</u>	<u>949,314,169</u>	<u>(83,607,969)</u>
	TOTAL 1990	\$ 1,039,988,415	\$ (446,274)(a)	\$ 140,300,000	\$ —	\$ 1,179,842,141	\$ 1,258,232,961	\$ (78,390,820)
	TOTAL 1989	\$ 597,286,716	\$ —	\$ 15,850,000	\$ —	\$ 613,136,716	\$ 735,268,754	\$ (122,132,038)

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

TREASURY
STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided						Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers	Total Authorized	Expended	
	VOTED APPROPRIATIONS							
1	Departmental Support Services							
	Salaries, wages and employee benefits	\$ 2,168,900	\$ —	\$ —	\$ —	\$ 2,168,900	\$ 2,083,532	\$ 85,368
	Supplies and services	528,100	—	—	(7,000)	521,100	493,158	27,942
	Grants	20,000	—	—	—	20,000	20,000	—
	Purchase of fixed assets	216,800	—	—	—	216,800	198,328	18,472
	Other	44,615	—	—	7,000	51,615	51,480	135
	TOTAL 1990	\$ 2,978,415	\$ —	\$ —	\$ —	\$ 2,978,415	\$ 2,846,498	\$ 131,917
	TOTAL 1989	\$ 2,524,415	\$ —	\$ —	\$ —	\$ 2,524,415	\$ 2,490,385	\$ 34,030
2	Revenue Collection and Rebates							
	Salaries, wages and employee benefits	\$ 10,520,600	\$ —	\$ —	\$ (186,000)	\$ 10,334,600	\$ 10,184,552	\$ 150,048
	Supplies and services	7,638,300	—	300,000	(119,000)	7,819,300	7,635,390	183,910
	Grants	109,950,000	(446,274)	20,000,000	—	129,503,726	134,120,670	(4,616,944)
	Purchase of fixed assets	161,500	—	—	305,000	466,500	422,542	43,958
	Other	34,000	—	—	—	34,000	35,093	(1,093)
	TOTAL 1990	\$ 128,304,400	\$ (446,274)	\$ 20,300,000	\$ —	\$ 148,158,126	\$ 152,398,247	\$ (4,240,121)
	TOTAL 1989	\$ 101,432,700	\$ —	\$ 4,550,000	\$ —	\$ 105,982,700	\$ 106,428,974	\$ (446,274)
3	Financial Management, Planning and Central Services							
	Salaries, wages and employee benefits	\$ 21,521,800	\$ —	\$ 50,000	\$ (432,000)	\$ 21,139,800	\$ 20,497,069	\$ 642,731
	Supplies and services	17,787,800	—	900,000	(200,000)	18,487,800	17,106,453	1,381,347
	Grants	2,150,000	—	84,000,000	—	86,150,000	79,337,312	6,812,688
	Purchase of fixed assets	581,700	—	50,000	632,000	1,263,700	1,164,492	99,208
	Other	493,900	—	—	—	493,900	501,707	(7,807)
	TOTAL 1990	\$ 42,535,200	\$ —	\$ 85,000,000	\$ —	\$ 127,535,200	\$ 118,607,033	\$ 8,928,167
	TOTAL 1989	\$ 44,201,600	\$ —	\$ 11,000,000	\$ —	\$ 55,201,600	\$ 51,943,922	\$ 3,257,678
4	Pension Advice and Appeals							
	Salaries, wages and employee benefits	\$ 314,100	\$ —	\$ —	\$ —	\$ 314,100	\$ 277,339	\$ 36,761
	Supplies and services	102,600	—	—	—	102,600	98,877	3,723
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	47,500	—	—	—	47,500	39,615	7,885
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ 464,200	\$ —	\$ —	\$ —	\$ 464,200	\$ 415,831	\$ 48,369
	TOTAL 1989	\$ 432,000	\$ —	\$ —	\$ —	\$ 432,000	\$ 332,245	\$ 99,755
5	Financing of Real Estate/ Mortgages							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	—	—	—	—	—
	TOTAL 1990	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	TOTAL 1989	\$ —	\$ —	\$ 300,000	\$ —	\$ 300,000	\$ 257,137	\$ 42,863

GENERAL REVENUE FUND EXPENDITURE AND REVENUE

Statement No. 3.25.2 (cont'd)

TREASURY

STATEMENT OF EXPENDITURE BY
PROGRAM AND OBJECT

Vote	Program/Object	Funds Provided				Total Authorized	Expended	Unexpended (Over Expended)
		Estimates	Prior Year Liabilities	Special Warrants	Transfers			
6	Financing - Purchase of Loans							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	—	—	—	—	—	—	—
	Purchase of fixed assets	—	—	—	—	—	—	—
	Other	—	—	35,000,000	—	35,000,000	34,651,183	348,817
	TOTAL 1990	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 35,000,000</u>	<u>\$ —</u>	<u>\$ 35,000,000</u>	<u>\$ 34,651,183</u>	<u>\$ 348,817</u>
	TOTAL 1989	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>
	Total Voted 1990	<u>\$ 174,282,215</u>	<u>\$ (446,274)</u>	<u>\$ 140,300,000</u>	<u>\$ —</u>	<u>\$ 314,135,941</u>	<u>\$ 308,918,792</u>	<u>\$ 5,217,149</u>
	Total Voted 1989	<u>\$ 148,590,715</u>	<u>\$ —</u>	<u>\$ 15,850,000</u>	<u>\$ —</u>	<u>\$ 164,440,715</u>	<u>\$ 161,452,663</u>	<u>\$ 2,988,052</u>
STATUTORY APPROPRIATIONS								
	Revolving Funds and other Statutory Appropriations							
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—	—
	Grants	40,000,000	—	—	—	40,000,000	177,356,457	(137,356,457)
	Purchase of fixed assets	(4,886,000)	—	—	—	(4,886,000)	(12,438,566)	7,552,566
	Other	830,592,200	—	—	—	830,592,200	784,396,278	46,195,922
	Total Statutory 1990	<u>\$ 865,706,200</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 865,706,200</u>	<u>\$ 949,314,169</u>	<u>\$ (83,607,969)</u>
	Total Statutory 1989	<u>\$ 448,696,001</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 448,696,001</u>	<u>\$ 573,816,091</u>	<u>\$ (125,120,090)</u>
	Department Total 1990	<u>\$ 1,039,988,415</u>	<u>\$ (446,274)(a)</u>	<u>\$ 140,300,000</u>	<u>\$ —</u>	<u>\$ 1,179,842,141</u>	<u>\$ 1,258,232,961</u>	<u>\$ (78,390,820)</u>
	Department Total 1989	<u>\$ 597,286,716</u>	<u>\$ —</u>	<u>\$ 15,850,000</u>	<u>\$ —</u>	<u>\$ 613,136,716</u>	<u>\$ 735,268,754</u>	<u>\$ (122,132,038)</u>

(a) In accordance with section 32 of the Financial Administration Act, the original estimates have been charged with liabilities of the prior fiscal year to the extent they exceeded the available authority.

TREASURY
STATEMENT OF EXPENDITURE
BY ELEMENT

Vote and Ref. No.	Program/Element	Estimates	Expended
VOTED APPROPRIATIONS			
1	Departmental Support Services		
1.0.1	Provincial Treasurer's office	\$ 327,315	\$ 416,216
1.0.2	Deputy Provincial Treasurers' office	439,500	392,624
1.0.3	Administrative support	2,211,600	2,037,658
		<u>2,978,415</u>	<u>2,846,498</u>
2	Revenue Collection and Rebates		
2.1	Program Support		
2.1.1	Assistant Deputy Provincial Treasurer - revenue	161,500	161,764
2.1.2	Tax information services	390,900	350,180
2.2	Revenue and Rebates		
2.2.1	Revenue and rebates administration	4,647,900	4,453,962
2.2.2	Farm fuel distribution allowance	109,950,000	134,120,670
2.2.3	AFFDA and fuel tax compensation	1,135,000	1,491,675
2.2.4	Tobacco tax collection compensation	388,000	301,774
2.2.5	Hotel room tax collection compensation	210,000	181,656
2.3	Corporate Tax Administration		
2.3.1	General administration	438,900	466,561
2.3.2	Operations	3,836,600	3,717,551
2.3.3	Systems	4,915,700	4,982,674
2.3.4	Interpretations and appeals	326,200	335,511
2.3.5	Audit	1,903,700	1,834,269
		<u>128,304,400</u>	<u>152,398,247</u>
3	Financial Management, Planning and Central Services		
3.1	Office of the Controller		
3.1.1	Controller	107,700	106,197
3.1.2	Policies and procedures	906,700	790,130
3.1.3	Accounting	1,381,200	1,363,486
3.1.4	Payroll and pensions	8,178,900	8,373,722
3.1.5	Disbursement control	5,137,900	4,480,900
3.1.6	Financial systems	1,421,200	1,462,082
3.2	Budget and Fiscal Policy		
3.2.1	Assistant Deputy Provincial Treasurer - budget and fiscal policy	148,700	158,561
3.2.2	Budget bureau	1,432,000	1,360,610
3.2.3	Budget planning and economics	1,070,300	1,243,697
3.2.4	Tax policy	623,400	450,297
3.3	Finance		
3.3.1	Investment management	2,174,000	2,059,892
3.3.2	Banking and investment/ debt administration	3,011,800	3,055,006
3.3.3	Finance programs	1,622,200	1,324,909
3.4	Risk Management and Insurance		
3.4.1	Risk management and insurance	3,773,200	3,692,389

Vote and Ref. No.	Program/Element	Estimates	Expended
3.5	Regulation of Financial Institutions		
3.5.1	Credit unions	\$ 703,100	\$ 660,196
3.5.2	Trust companies	3,998,500	82,268,358
3.5.3	Planning and development	358,100	306,889
3.6	Statistical Services		
3.6.1	Statistical production and analysis	664,900	544,263
3.6.2	Information services and systems	1,350,200	1,261,975
3.6.3	Statistical operations	198,600	212,799
3.7	Employee Insurance and Compensation		
3.7.1	Workers' compensation - Government employees	3,256,600	2,408,543
3.7.2	Retirement annuities and gratuities	16,000	13,563
3.7.3	Employee flexibility assistance program	1,000,000	1,008,569
		<u>42,535,200</u>	<u>118,607,033</u>
4	Pension Advice and Appeals		
4.0.1	Alberta Government pension boards	464,200	415,831
6	Financing - Purchase of Loans		
6.0.1	Financing - Purchase of Loans	—	34,651,183
		<u>174,282,215</u>	<u>308,918,792</u>
STATUTORY APPROPRIATIONS			
	Treasury Revolving Fund	6,200	9,038
	Land Purchase Fund	(5,300,000)	(13,889,323)
	Farm Credit Stability Fund Act	34,000,000	69,268,265
	Small Business Term Assistance Fund Act	6,000,000	6,709,094
	Corporate Tax Interest Refunds	6,000,000	6,504,289
	Debt Servicing Costs	825,000,000	880,712,806
		<u>865,706,200</u>	<u>949,314,169</u>
	Department Total	<u>\$ 1,039,988,415</u>	<u>\$ 1,258,232,961</u>

TREASURY
REVENUE
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Taxes:		
Personal income tax	\$2,554,270,702	\$2,054,455,475
Personal tax credits, including administration fees	(18,606,522)	(15,444,836)
Corporate income tax	901,902,759	831,817,479
Corporate small business deductions	(163,640,347)	(141,441,615)
Other corporate tax credits and rebates	(89,873,152)	(92,807,681)
Fuel tax	286,150,031	309,736,794
Tobacco tax	235,289,670	212,215,776
Insurance corporations tax	59,054,253	54,681,834
Hotel room tax	24,173,815	22,013,906
Pari-mutuel tax	9,794,033	9,158,257
	<u>3,798,515,242</u>	<u>3,244,385,389</u>
Non-Renewable Resource Revenue:		
Royalty tax credit	(355,413,772)	(397,398,000)
Payments from Government of Canada:		
Unconditional subsidy	3,707,175	3,682,046
Stabilization	—	75,000,000
Other	(471,895)	632,295
	<u>3,235,280</u>	<u>79,314,341</u>
Transfers from Government Enterprises:		
Alberta Liquor Control Board	383,000,000	374,000,000
Revolving funds	9,918,527	6,924,531
	<u>392,918,527</u>	<u>380,924,531</u>
Fees, Permits and Licences	<u>883,923</u>	<u>669,349</u>
Other Revenue:		
Investment income:		
Cash and marketable securities	31,341,391	18,381,384
Sinking fund investments	21,329,031	20,046,338
Loans and advances	8,716,868	10,670,923
Gain or loss on sale of investments	2,567,911	4,294,657
General trust investments	1,044,651	1,295,633
Exchange loss on foreign currency investments	4,502,498	(7,250,480)
Refunds of expenditure:		
Third party liability	661,289	551,970
Previous years' refunds	625,098	1,367,328
Collection of accounts previously written off	405,041	3,358,109
Other	150	195
Miscellaneous:		
Alberta Heritage Savings Trust Fund administration fees	1,533,096	1,383,000
Outstanding cheques	666,750	637,173
Other	606,825	79,884
	<u>74,000,599</u>	<u>54,816,114</u>
Total general revenue	<u>3,914,139,799</u>	<u>3,362,711,724</u>
Heritage Fund investment income	<u>1,244,438,114</u>	<u>1,252,219,317</u>
Total revenue	<u>\$5,158,577,913</u>	<u>\$4,614,931,041</u>

SECTION 4

1989-90

PUBLIC ACCOUNTS

REVOLVING FUNDS - FINANCIAL STATEMENTS

Contents:	Page
Introduction	4.2
Culture and Multiculturalism:	
Culture and Multiculturalism Revolving Fund	4.3
Education:	
Education Revolving Fund	4.7
Environment:	
Water Resources Revolving Fund	4.12
Forestry, Lands and Wildlife:	
Forestry, Lands and Wildlife Revolving Fund	4.16
Labour:	
Personnel Administration Office Revolving Fund	4.20
Public Works, Supply and Services:	
Public Works, Supply and Services Revolving Fund	4.23
Recreation and Parks:	
Recreation and Parks Revolving Fund	4.28
Transportation and Utilities:	
Gas Alberta Operating Fund	4.31
Transportation Revolving Fund	4.34
Treasury:	
Land Purchase Fund	4.39
Treasury Revolving Fund	4.43

REVOLVING FUNDS - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1990

Introduction:

Revolving funds are defined in section 1(1)(u) of the Financial Administration Act. The funds are authorized by the Legislative Assembly to draw from the General Revenue Fund, monies not to exceed a statutory limit at any one time, which together with receipts may be expended for specified purposes. The funds represent either a line of credit to be drawn as required on the General Revenue Fund or a segregation of cash advanced from the General Revenue Fund.

Receipts are generated by the provision of services or sale of materials to other branches within a department, to other departments of the Government or to the public.

The estimated net increase of a fund, exclusive of increases in cash or financial claims held and financial claims on the fund, is disclosed in the Province's budget as a statutory payment from the General Revenue Fund. To reflect this in the accounts of the General Revenue Fund the financial assets and liabilities of revolving funds are included in the Statement of Reported Assets, Liabilities and Net Debt. Net payments from the fund, adjusted for changes in financial assets and liabilities, are disclosed as statutory appropriations in the General Revenue Fund financial statements in Section 2.

CULTURE AND MULTICULTURALISM REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Gross Profit by Sales Location

AUDITOR'S REPORT

To the Minister of Culture and Multiculturalism

I have examined the balance sheet of the Culture and Multiculturalism Revolving Fund as at March 31, 1990 and the statements of operations and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 31, 1990

CULTURE AND MULTICULTURALISM REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	1990	1989
ASSETS		
Current:		
Cash	\$ 9,225	\$ 9,225
Accounts receivable	3,663	8,715
Inventories	107,640	113,227
Refundable deposits	4,500	4,770
	<u>125,028</u>	<u>135,937</u>
Fixed:		
Equipment, at cost	32,843	33,415
Less: Accumulated depreciation	27,624	26,390
	<u>5,219</u>	<u>7,025</u>
	<u>\$130,247</u>	<u>\$142,962</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 44,445	\$ 29,854
Provincial Treasurer's advance	23,598	31,851
Surplus	62,204	81,257
	<u>\$130,247</u>	<u>\$142,962</u>

The accompanying notes are part
of these financial statements.

CULTURE AND MULTICULTURALISM REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Sales, Schedule 1	\$858,667	\$847,878
Deduct:		
Cost of goods sold:		
Inventory at beginning of year	100,781	91,141
Purchases	332,500	335,502
	<u>433,281</u>	<u>426,643</u>
Less: Inventory at end of year	97,424	100,781
	<u>335,857</u>	<u>325,862</u>
Gross profit, Schedule 1	522,810	522,016
Fees	169,600	—
	<u>692,410</u>	<u>522,016</u>
Expenses:		
Salaries, wages and employee benefits	588,263	406,396
Sales supplies	21,038	17,175
Tuxedos and uniforms	7,928	1,635
Cleaning and laundry charges	4,125	4,154
Repairs, maintenance and rentals	2,253	1,311
Administrative and office supplies	2,198	1,979
Depreciation	1,806	4,927
Travel	1,174	429
Staff development	795	735
Printing and processing	395	1,746
Miscellaneous	231	272
	<u>630,206</u>	<u>440,759</u>
Net profit for the year	62,204	81,257
Surplus at beginning of year	81,257	46,812
	<u>143,461</u>	<u>128,069</u>
Remittance to the General Revenue Fund	81,257	46,812
Surplus at end of year	<u>\$ 62,204</u>	<u>\$ 81,257</u>

CULTURE AND MULTICULTURALISM REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Operating activities:		
Net profit for the year	\$ 62,204	\$ 81,257
Add items not involving cash movements:		
Depreciation	1,806	4,927
Gain on sale of fixed assets	(18)	—
	<u>63,992</u>	<u>86,184</u>
Net change in non-cash working capital items related to operations	<u>25,500</u>	<u>19,546</u>
Cash provided by operating activities	<u>89,492</u>	<u>105,730</u>
Financing activities:		
Advances from the Provincial Treasurer	1,031,494	835,869
Repayment of advances to the Provincial Treasurer	(1,039,747)	(894,837)
Remittance to Provincial Treasurer	(81,257)	(46,812)
Cash used in financing activities	<u>(89,510)</u>	<u>(105,780)</u>
Investing activities:		
Proceeds from sale of fixed assets	18	—
Cash provided by investing activities	<u>18</u>	<u>—</u>
Net decrease in cash	—	(50)
Cash at beginning of year	9,225	9,275
Cash at end of year	<u>\$ 9,225</u>	<u>\$ 9,225</u>

CULTURE AND MULTICULTURALISM REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Culture and Multiculturalism Revolving Fund operates under the authority of the Department of Culture and Multiculturalism Act, Chapter D-15, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies
Inventories
Inventories are valued at the lower of cost and estimated net realizable value.
Depreciation
Equipment is depreciated on a straight-line basis at the following rates:
- Computer - 25% per annum.
Other - 10% per annum.
- Note 3 Administration Costs
Accommodation, office furniture and furnishings and certain other administrative costs have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 4 Comparative Figures
The 1989 figures have been reclassified where necessary to conform to 1990 presentation.
- Note 5 Approval of Financial Statements
These financial statements were approved by management.

CULTURE AND MULTICULTURALISM REVOLVING FUND
SCHEDULE OF GROSS PROFIT
BY SALES LOCATION
FOR THE YEAR ENDED MARCH 31, 1990

	1990			1989		
	Sales	Cost of Sales	Gross Profit (Loss)	Sales	Cost of Sales	Gross Profit
Jubilee Auditoriums:						
Northern:						
Beverages	\$190,020	\$ 57,277	\$132,743	\$231,827	\$ 76,698	\$155,129
Commissary	103,472	32,954	70,518	119,779	35,033	84,746
	<u>293,492</u>	<u>90,231</u>	<u>203,261</u>	<u>351,606</u>	<u>111,731</u>	<u>239,875</u>
Southern:						
Beverages	218,959	66,369	152,590	182,356	55,047	127,309
Commissary	109,748	47,720	62,028	112,985	47,772	65,213
	<u>328,707</u>	<u>114,089</u>	<u>214,618</u>	<u>295,341</u>	<u>102,819</u>	<u>192,522</u>
	<u>622,199</u>	<u>204,320</u>	<u>417,879</u>	<u>646,947</u>	<u>214,550</u>	<u>432,397</u>
Provincial Museum and Archives:						
Bookshop:						
Books	62,684	35,552	27,132	73,905	44,367	29,538
Publications	82	1,328	(1,246)	1,024	2	1,022
Local histories	1,760	1,856	(96)	3,861	3,788	73
Gifts, souvenirs and miscellaneous	149,607	84,967	64,640	98,741	54,848	43,893
	<u>214,133</u>	<u>123,703</u>	<u>90,430</u>	<u>177,531</u>	<u>103,005</u>	<u>74,526</u>
Archives:						
Reproduction	22,335	7,834	14,501	23,400	8,307	15,093
	<u>236,468</u>	<u>131,537</u>	<u>104,931</u>	<u>200,931</u>	<u>111,312</u>	<u>89,619</u>
	<u>\$858,667</u>	<u>\$335,857</u>	<u>\$522,810</u>	<u>\$847,878</u>	<u>\$325,862</u>	<u>\$522,016</u>

EDUCATION REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Education

I have examined the balance sheet of the Education Revolving Fund as at March 31, 1990 and the statements of operations and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 28, 1990

EDUCATION REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$ 157,416	\$ 77,465
Accounts receivable	2,761,545	2,555,079
Inventory	11,272,587	8,907,481
Prepaid expenses	53,982	325,848
	<u>14,245,530</u>	<u>11,865,873</u>
Fixed (Note 3)	449,129	599,176
	<u>\$14,694,659</u>	<u>\$12,465,049</u>
LIABILITIES		
Current:		
Accounts payable and accrued liabilities	\$ 1,502,724	\$ 915,371
Provincial Treasurer's advance (Note 4)	11,401,592	10,742,289
Surplus	1,790,343	807,389
	<u>\$14,694,659</u>	<u>\$12,465,049</u>

The accompanying notes are part
of these financial statements.

EDUCATION REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Sales (Note 6)	\$32,913,322	\$25,903,832
Deduct: Cost of goods sold (Note 7)	<u>28,212,054</u>	<u>22,264,144</u>
Gross profit on sales	4,701,268	3,639,688
Sundry revenue	68,179	56,815
	<u>4,769,447</u>	<u>3,696,503</u>
Expenses:		
Salaries, wages and contract services	2,379,407	1,981,635
Printing and supplies	368,777	171,451
Employee benefits	244,943	207,131
Depreciation and amortization	204,305	189,965
Freight on sales	131,548	94,556
Repairs and maintenance	119,521	89,497
Consultants fees	113,923	137,849
Postage	68,719	42,764
Bookstore occupancy rent	45,007	41,243
Travel	21,678	20,980
Telecommunications	14,690	12,582
Vehicles	12,934	8,664
Loss on disposal and retirement of fixed assets	—	362
Miscellaneous	61,041	12,394
	<u>3,786,493</u>	<u>3,011,073</u>
Net income for the year	982,954	685,430
Surplus at beginning of year	807,389	121,959
Surplus at end of year	<u>\$ 1,790,343</u>	<u>\$ 807,389</u>

EDUCATION REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Cash provided by (used in) operating activities:		
Net income	\$ 982,954	\$ 685,430
Add items not involving cash:		
Depreciation and amortization	204,305	189,965
Loss on disposal and retirement of fixed assets	—	362
	<u>1,187,259</u>	<u>875,757</u>
Net change in non-cash working capital items related to operations	<u>(1,712,353)</u>	<u>(2,124,198)</u>
	<u>(525,094)</u>	<u>(1,248,441)</u>
Cash provided by (used in) financing activities:		
Advances from the Provincial Treasurer	33,988,861	25,738,683
Repayment of advances from the Provincial Treasurer	<u>(33,329,558)</u>	<u>(24,380,987)</u>
	<u>659,303</u>	<u>1,357,696</u>
Cash provided by (used in) investment activities:		
Purchase of fixed assets	(54,258)	(95,645)
Sale of fixed assets	—	72
	<u>(54,258)</u>	<u>(95,573)</u>
Net increase in cash	79,951	13,682
Cash at beginning of year	<u>77,465</u>	<u>63,783</u>
Cash at end of year	<u>\$ 157,416</u>	<u>\$ 77,465</u>

EDUCATION REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Education Revolving Fund operates under the authority of the Department of Education Act, Chapter D-17, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

a) Basis of Presentation

The Fund operates as the Learning Resources Distributing Centre and includes in its accounts the operations of the bookstores at Northern Alberta Institute of Technology, Southern Alberta Institute of Technology, Alberta College of Art and Lakeland College.

b) Inventory

Inventory is valued at the lower of cost, determined on a first-in, first-out basis, and estimated net realizable value.

c) Depreciation and Amortization

Fixed assets are depreciated to 10% of cost on a straight-line basis at the following annual rates:

Warehouse and office equipment	10%
Computer hardware	20%

Computer software is amortized on a straight-line basis at 20% per annum.

Note 3 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation/ Amortization	Net	Net
Warehouse and office equipment	\$ 297,784	\$130,370	\$167,414	\$183,021
Computer hardware	704,140	468,384	235,756	325,216
Computer software	<u>214,767</u>	<u>168,808</u>	<u>45,959</u>	<u>90,939</u>
	<u>\$1,216,691</u>	<u>\$767,562</u>	<u>\$449,129</u>	<u>\$599,176</u>

Note 4 Provincial Treasurer's Advance

Under the provisions of the Department of Education Act and the Financial Administration Act, the Fund receives non-interest bearing advances from the General Revenue Fund as required for operations, to a maximum of \$40,000,000 and repays such advances as monies are received from the sale of learning resources and supplies.

Note 5 Commitment

Pursuant to an agreement signed June 21, 1990, the Fund is committed to future consulting fees of \$175,000 for the development of information systems. This amount is to be paid over the period of May 1, 1990 to February 28, 1992.

Note 6 Sales

Sales include the following amounts contributed by the Province of Alberta as grants allowed to school districts and divisions, counties and approved schools in respect of learning resources.

	1990	1989
'Basic' Learning Resource Acquisition Subsidy Grant	\$5,311,501	\$3,517,791
Secondary Education Implementation Credit Allocation Grant (initiated, June 1, 1988)	<u>3,159,407</u>	<u>2,610,203</u>
	<u>\$8,470,908</u>	<u>\$6,127,994</u>

REVOLVING FUNDS

Note 7 Cost of Goods Sold

	<u>1990</u>	<u>1989</u>
Inventory at beginning of year	\$ 8,907,481	\$ 7,988,943
Purchases	30,346,484	22,989,888
Freight and duty	<u>230,676</u>	<u>192,794</u>
Goods available for sale	39,484,641	31,171,625
Less: Inventory at end of year	<u>11,272,587</u>	<u>8,907,481</u>
	<u><u>\$28,212,054</u></u>	<u><u>\$22,264,144</u></u>

Note 8 Administration Costs

Certain office and warehouse furniture, equipment and accommodation costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

WATER RESOURCES REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Environment

I have examined the balance sheet of the Water Resources Revolving Fund as at March 31, 1990 and the statements of income and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 19, 1990

WATER RESOURCES REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Accounts receivable	\$ 381,627	\$ 486,969
Inventories	186,972	251,086
Prepaid expenses	3,425	3,219
	<u>572,024</u>	<u>741,274</u>
Fixed (Note 3)	2,824,751	2,660,267
	<u><u>\$3,396,775</u></u>	<u><u>\$3,401,541</u></u>
LIABILITIES AND SURPLUS		
Accounts payable	\$ 204,979	\$ 230,603
Advances from the General Revenue Fund	3,046,526	3,102,154
	<u>3,251,505</u>	<u>3,332,757</u>
Surplus	145,270	68,784
	<u><u>\$3,396,775</u></u>	<u><u>\$3,401,541</u></u>

The accompanying notes are part
of these financial statements.

WATER RESOURCES REVOLVING FUND
STATEMENT OF INCOME AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Material and gas sales	\$ 273,323	\$ 291,541
Less: Cost of goods sold	259,219	278,348
Gross profit	14,104	13,193
Equipment rental	1,760,344	2,050,973
	<u>1,774,448</u>	<u>2,064,166</u>
Expenses:		
Equipment operating costs	981,819	1,058,339
Depreciation	503,319	502,882
Equipment rental	221,159	240,043
Repairs and maintenance	42,922	44,498
Administration (Note 4)	29,514	30,741
	<u>1,778,733</u>	<u>1,876,503</u>
Income (loss) from operations	(4,285)	187,663
Gain on disposal of equipment	80,771	538
Income for the year	76,486	188,201
Surplus (deficit) at beginning of year	68,784	(119,417)
Surplus at end of year	<u><u>\$ 145,270</u></u>	<u><u>\$ 68,784</u></u>

WATER RESOURCES REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating activities		
Cash from operations:		
Net income for the year	\$ 76,486	\$ 188,201
Net charges (credits) to income which do not affect cash:		
Depreciation	503,319	502,882
Gain on disposal of equipment	(80,771)	(538)
	<u>499,034</u>	<u>690,545</u>
Changes in non-cash items:		
Decrease (increase) in accounts receivable	105,342	(139,012)
Decrease (increase) in inventories	64,114	(23,621)
Increase in prepaid expenses	(206)	—
Decrease in accounts payable	(25,624)	(13,730)
	<u>642,660</u>	<u>514,182</u>
Investing activities		
Proceeds from equipment disposals	87,560	11,609
Purchase of equipment	(674,592)	(407,527)
	<u>(587,032)</u>	<u>(395,918)</u>
Decrease in advances from the General Revenue Fund	<u>\$ 55,628</u>	<u>\$ 118,264</u>

WATER RESOURCES REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Water Resources Revolving Fund operates under the authority of the Water Resources Act, Chapter W-5, Revised Statutes of Alberta 1980, as amended.
Fund revenue is derived from rentals and sales to the Department of Environment.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Fixed assets and depreciation

Fixed assets are shown at cost less accumulated depreciation. Depreciation is calculated on a straight-line basis over the estimated useful life of each type of equipment.

(b) Major overhauls

Major overhauls, significantly extending the life of equipment, are depreciated on a straight-line basis over the remaining useful life of the equipment.

(c) Inventories

Inventories are valued at the lower of cost and net realizable value.

(d) Leases

All leases with respect to the rental and maintenance of equipment, as lessee or lessor, can be cancelled at the end of any fiscal year and are therefore accounted for as operating leases.

Note 3 Fixed Assets

	<u>Cost</u>	<u>Depreciation and Amortization</u>	<u>1990 Net</u>	<u>1989 Net</u>
Rental equipment	\$7,236,154	\$4,468,304	\$2,767,850	\$2,633,030
Maintenance and office equipment	<u>293,036</u>	<u>236,135</u>	<u>56,901</u>	<u>27,237</u>
	<u>\$7,529,190</u>	<u>\$4,704,439</u>	<u>\$2,824,751</u>	<u>\$2,660,267</u>

Note 4 Administration Expenses

Salaries, wages, rental charges for the Edmonton, Lethbridge, Grande Prairie and Peace River warehouses and certain overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements
Schedule of Operating Expenses
Schedule of Net Income (Loss)

AUDITOR'S REPORT

To the Minister of Forestry,
Lands and Wildlife

I have examined the balance sheet of the Forestry, Lands and Wildlife Revolving Fund as at March 31, 1990 and the statement of operations and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 31, 1990

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Accounts receivable	\$480,673	\$343,720
Inventories (Note 3)	<u>224,782</u>	<u>332,784</u>
	<u>705,455</u>	<u>676,504</u>
Fixed: (Note 4)		
Equipment, at cost	167,901	165,063
Less: Accumulated depreciation	<u>138,316</u>	<u>125,541</u>
	<u>29,585</u>	<u>39,522</u>
	<u>\$735,040</u>	<u>\$716,026</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$306,235	\$149,331
Deferred revenue	<u>3,299</u>	<u>17,698</u>
	<u>309,534</u>	<u>167,029</u>
Provincial Treasurer's advance	233,278	471,960
Surplus	<u>192,228</u>	<u>77,037</u>
	<u>\$735,040</u>	<u>\$716,026</u>

The accompanying notes are part
of these financial statements.

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Sales	\$1,723,536	\$1,587,284
Cost of goods sold	<u>740,824</u>	<u>657,201</u>
Gross profit	982,712	930,083
Thematic services	202,110	123,924
Project services	114,516	129,425
Miscellaneous	<u>64,273</u>	<u>62,085</u>
	<u>1,363,611</u>	<u>1,245,517</u>
EXPENDITURE		
Operating expenses, Schedule 1	1,248,420	1,173,590
Net income for the year, Schedule 2	<u>115,191</u>	<u>71,927</u>
Surplus at beginning of year	77,037	5,110
Surplus at end of year	<u>\$ 192,228</u>	<u>\$ 77,037</u>

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Forestry, Lands and Wildlife Revolving Fund operates under the authority of the Department of Forestry, Lands and Wildlife Act, Chapter D-20.5, Statutes of Alberta 1986.

Note 2 Significant Accounting Policies

a) Inventories

Inventories for resale and consumable supplies are valued at the lower of cost or net realizable value.

b) Depreciation

Fixed assets are depreciated on a straight-line basis over the estimated useful life of the assets as follows:

Film processing equipment	3 to 20 years
Data processing and distribution equipment	3 to 5 years

c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Inventories

Inventories are summarized as follows:

	1990	1989
Inventory for resale	\$224,782	\$262,144
Consumable supplies	—	70,640
	<u>\$224,782</u>	<u>\$332,784</u>

Note 4 Fixed Assets

Fixed assets are summarized as follows:

	1990			1989
<u>Equipment</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net</u>	<u>Net</u>
Film processing	\$ 71,058	\$ 53,367	\$17,691	\$20,655
Data processing	65,571	58,716	6,855	14,291
Distribution	31,272	26,233	5,039	4,576
	<u>\$167,901</u>	<u>\$138,316</u>	<u>\$29,585</u>	<u>\$39,522</u>

Note 5 Administration Costs

Accommodation, basic office furnishings and certain administrative salary costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Manpower	\$ 926,255	\$ 900,343
Professional, technical and labour services	116,964	78,842
Supplies	60,632	61,114
Rentals	50,252	45,059
Damaged and obsolete goods	18,261	11,594
Freight and postage	16,487	16,539
Depreciation	12,774	22,395
Repairs and maintenance	5,123	5,098
Travel	4,228	3,573
Communication	1,892	1,987
Advertising and promotion	1,006	2,549
Data processing	60	212
Hosting	—	101
Bad debts (recovery)	(6,427)	(3,845)
Miscellaneous	40,913	28,029
	<u>\$1,248,420</u>	<u>\$1,173,590</u>

Schedule 2

FORESTRY, LANDS AND WILDLIFE REVOLVING FUND
SCHEDULE OF NET INCOME (LOSS)
FOR THE YEAR ENDED MARCH 31, 1990

	1990					1989
	Sales	Cost of Sales	Gross Profit	Other Revenue	Operating Expenses	Net Income (Loss)
Land Information Services Division:						
Maps Alberta:						
Maps	\$ 333,507	\$109,249	\$224,258	\$ —	\$ 240,892	\$ (16,634)
Airphotos	664,025	193,108	470,917	—	216,758	254,159
Warehouse	254,335	138,423	115,912	—	162,260	(46,348)
Administration	—	—	—	64,273	325,773	(261,500)
	<u>1,251,867</u>	<u>440,780</u>	<u>811,087</u>	<u>64,273</u>	<u>945,683</u>	<u>(70,323)</u>
Technical services:						
Laboratory	259,097	155,565	103,532	—	104,937	(1,405)
Survey data	61,174	—	61,174	—	22,834	38,340
	<u>320,271</u>	<u>155,565</u>	<u>164,706</u>	<u>—</u>	<u>127,771</u>	<u>36,935</u>
Thematic services	—	—	—	202,110	71,564	130,546
Project services	—	—	—	114,516	103,402	11,114
	<u>1,572,138</u>	<u>596,345</u>	<u>975,793</u>	<u>380,899</u>	<u>1,248,420</u>	<u>108,272</u>
Public Lands Division:						
Public grazing services	151,398	144,479	6,919	—	—	6,919
	<u>\$1,723,536</u>	<u>\$740,824</u>	<u>\$982,712</u>	<u>\$380,899</u>	<u>\$1,248,420</u>	<u>\$ 115,191</u>
						<u>\$ 71,927</u>

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister Responsible for Personnel Administration

I have examined the balance sheet of the Personnel Administration Office Revolving Fund as at March 31, 1990 and the statements of revenue, expenditure and deficit and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 27, 1990

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Accounts receivable	\$ 137,289	\$137,026
Inventories	39,768	42,065
	<u>177,057</u>	<u>179,091</u>
Fixed:		
Fixed assets, at cost	33,309	28,402
Less: Accumulated depreciation	22,564	17,002
	<u>10,745</u>	<u>11,400</u>
	<u>\$ 187,802</u>	<u>\$190,491</u>
LIABILITIES AND DEFICIT		
Current:		
Accounts payable	\$ 67,965	\$ 99,652
Provincial Treasurer's advance	222,333	156,215
	<u>290,298</u>	<u>255,867</u>
Deficit	(102,496)	(65,376)
	<u>\$ 187,802</u>	<u>\$190,491</u>

The accompanying notes are part
of these financial statements.

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
STATEMENT OF REVENUE, EXPENDITURE AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Course fees	<u>\$ 847,203</u>	<u>\$645,500</u>
EXPENDITURE		
Professional, technical and labour services	718,821	550,660
Materials and supplies	131,733	99,371
Depreciation	5,562	5,980
Rental of facilities and equipment	3,681	8,179
Travel	3,545	4,144
Copyright fees	1,746	—
Freight and postage	1,633	1,632
Hosting	—	86
	<u>866,721</u>	<u>670,052</u>
Operating loss	(19,518)	(24,552)
Write down of obsolete inventory	(17,602)	—
Gain on disposal of fixed asset	—	799
Deficit for the year	(37,120)	(23,753)
Deficit at beginning of year	(65,376)	(41,623)
Deficit at end of year	<u>\$(102,496)</u>	<u>\$(65,376)</u>

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating activities:		
Deficit for the year	\$(37,120)	\$(23,753)
Non-cash items:		
Write down of obsolete inventory	17,602	—
Gain on disposal of fixed asset	—	(799)
Depreciation	<u>5,562</u>	<u>5,980</u>
	(13,956)	(18,572)
(Increase) decrease in current assets, net of write down of obsolete inventory	(15,568)	9,220
(Decrease) increase in accounts payable	<u>(31,687)</u>	<u>27,900</u>
	<u>(61,211)</u>	<u>18,548</u>
Investing activities:		
Purchase of fixed assets	(4,907)	(5,091)
Proceeds from disposal of fixed asset	<u>—</u>	<u>1,399</u>
	<u>(4,907)</u>	<u>(3,692)</u>
Decrease (increase) in Provincial Treasurer's advance	<u>\$(66,118)</u>	<u>\$ 14,856</u>

PERSONNEL ADMINISTRATION OFFICE REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority and Purpose

The Personnel Administration Office Revolving Fund operates under the authority of the Public Service Act, Chapter P-31, Revised Statutes of Alberta 1980, as amended.

The purpose of the Personnel Administration Office Revolving Fund is to provide employee training and development services to Provincial agencies and departments.

Note 2 Summary of Significant Accounting Policies

(a) Inventory

Inventory is valued at the lower of cost and estimated net realizable value.

(b) Depreciation

Fixed assets are depreciated on a straight-line basis at the rate of 20% per annum.

Note 3 Approval of Financial Statements

These financial statements were approved by management.

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Net Income and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Net Income

AUDITOR'S REPORT

To the Minister of
Public Works, Supply and Services

I have examined the balance sheet of the Public Works, Supply and Services Revolving Fund as at March 31, 1990 and the statements of net income and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 27, 1990

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Accounts receivable	\$ 12,061,510	\$11,315,860
Inventories, at cost	2,857,210	3,344,544
Prepaid expenses	569,740	458,870
	<u>15,488,460</u>	<u>15,119,274</u>
Other:		
Net investment in leases (Note 3)	125,000	312,336
Fixed (Note 4)	90,002,427	83,909,292
	<u>\$105,615,887</u>	<u>\$99,340,902</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 5,524,874	\$ 4,523,210
Computer hardware purchase obligations (Note 5)	2,285,838	2,493,282
Provincial Treasurer's advance	86,334,327	69,549,065
Surplus	11,470,848	22,775,345
	<u>\$105,615,887</u>	<u>\$99,340,902</u>

The accompanying notes are part
of these financial statements.

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
STATEMENT OF NET INCOME AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Service revenue, Schedule 1	\$44,229,608	\$46,407,708
Gross profit on sales, Schedule 1	3,872,807	3,730,229
	<u>48,102,415</u>	<u>50,137,937</u>
Operating expenses:		
Depreciation	19,524,217	17,101,099
Manpower	18,251,674	17,865,347
Repairs and maintenance	4,737,243	4,557,254
Rentals	3,050,556	2,712,974
Materials and supplies	2,041,337	2,143,262
Data processing	667,220	548,780
Professional, technical and labour services	504,475	572,757
Freight and postage	357,394	282,317
Equipment leasing and finance	187,336	905,574
Travel	129,352	125,511
Telephone and communications	16,644	15,801
Miscellaneous	102,194	11,075
	<u>49,569,642</u>	<u>46,841,751</u>
Net income (loss) for the year, Schedule 1	(1,467,227)	3,296,186
Surplus at beginning of year	22,775,345	26,356,878
	21,308,118	29,653,064
Remittance to the Provincial Treasurer	9,837,270	6,877,719
Surplus at end of year	<u>\$11,470,848</u>	<u>\$22,775,345</u>

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
OPERATING ACTIVITIES		
Cash from operations:		
Net income (loss) for the year	\$ (1,467,227)	\$ 3,296,186
Charges (credits) not affecting cash:		
Depreciation	19,524,217	17,101,099
Gain on disposal of fixed assets, net	<u>(90,783)</u>	<u>(610,951)</u>
	17,966,207	19,786,334
Changes in working capital relating to operations:		
Accounts receivable	(745,650)	358,435
Inventories	487,334	(498,815)
Prepaid expenses	(110,870)	130,893
Accounts payable	<u>1,001,664</u>	<u>360,151</u>
Net cash arising from operations	<u>18,598,685</u>	<u>20,136,998</u>
INVESTING ACTIVITIES		
Purchase of fixed assets	(28,006,895)	(29,190,813)
Proceeds from sale of fixed assets	2,480,326	5,294,948
Investment in leases, net	<u>187,336</u>	<u>696</u>
Net cash utilized by investing activities	<u>(25,339,233)</u>	<u>(23,895,169)</u>
FINANCING ACTIVITIES		
Increase (decrease) in computer hardware purchase obligations	<u>(207,444)</u>	<u>2,493,282</u>
Net cash utilized by operating, investing and financing activities	(6,947,992)	(1,264,889)
Remittance to Provincial Treasurer	<u>(9,837,270)</u>	<u>(6,877,719)</u>
Increase in Provincial Treasurer's advance	<u><u>\$ (16,785,262)</u></u>	<u><u>\$ (8,142,608)</u></u>

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Public Works, Supply and Services Revolving Fund operates under the authority of the Department of Public Works, Supply and Services Act, Chapter D-25.5, Statutes of Alberta 1983, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Administration Expenses

Accommodation, certain salaries and other administrative expenses incurred in the administration of the Revolving Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

(b) Depreciation

Fixed assets are depreciated on a straight-line basis over their estimated useful life as follows:

Computer hardware	3 to 6 years
Computer software	3 or 5 years
Automobiles and trucks	3 to 8 years
Aircraft	24 years
Other equipment	5 to 10 years

The estimated useful life of major computer processing units was reviewed during the year and determined to be six years from the date the units are introduced into the market place. In 1989, the depreciation policy was based on an estimated useful life of six years from the date the units are put into service by the Fund. The change resulted in the 1990 depreciation expense increasing by \$656,274.

(c) Leases

During the year, the Fund continued leasing equipment to Government users. The cost of the equipment is recovered from the lessees during the lease period. The payments received are deducted from the cost, which is shown on the balance sheet as net investment in leases. For financial presentation purposes, the payments received are also included in the income statement as service revenue and as operating expenses.

Note 3 Net Investment in Leases

The lease payments are receivable during the following years:

	1990	1989
1989-90	\$ —	\$187,336
1990-91	125,000	125,000
	<u>\$125,000</u>	<u>\$312,336</u>

Note 4 Fixed Assets

	1990			1989
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Computer hardware	\$ 71,018,770	\$34,099,952	\$36,918,818	\$34,084,501
Automobiles and trucks	49,012,238	22,662,120	26,350,118	22,769,327
Aircraft	28,429,131	4,505,263	23,923,868	24,906,862
Computer software	8,310,182	6,039,174	2,271,008	1,524,002
Printing and photocopying equipment	1,633,360	1,302,247	331,113	416,364
Office and general equipment	517,865	430,682	87,183	104,455
Shop equipment	214,831	94,512	120,319	103,781
	<u>\$159,136,377</u>	<u>\$69,133,950</u>	<u>\$90,002,427</u>	<u>\$83,909,292</u>

REVOLVING FUNDS

Note 5 Computer Hardware Purchase Obligations

Certain data processing acquisition contracts provide for a portion of the purchase price to be paid by instalments over a number of years. In order to remove the financing charge in these arrangements, the instalments have been discounted to their value at the time of purchase. The cost of computer hardware includes this discounted value and a corresponding amount has been recorded as a liability. The liability remaining at March 31, 1990 will be discharged as follows:

Year ended March 31, 1991	\$ 626,282
1992	602,766
1993	517,023
1994	412,969
1995	126,798
	<u>\$2,285,838</u>

Note 6 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

PUBLIC WORKS, SUPPLY AND SERVICES REVOLVING FUND
SCHEDULE OF NET INCOME
FOR THE YEAR ENDED MARCH 31, 1990

	1990					1989
	Sales	Cost of Sales	Gross Profit (Loss)	Service Revenue	Operating Expenses	Net Income (Loss)
Computer processing	\$ —	\$ —	\$ —	\$32,895,529	\$34,978,408	\$(2,082,879)
Warehousing and distribution	10,393,598	8,191,553	2,202,045	38,394	1,865,672	374,767
Supply equipment	—	—	—	6,959,327	6,686,778	272,549
Computer systems	—	—	—	4,009,709	4,132,207	(122,498)
Printing services	2,718,838	899,090	1,819,748	(743)	1,643,080	175,925
Work orders	2,101,923	2,137,065	(35,142)	—	43,949	(79,091)
Furniture	—	—	—	—	6,000	(6,000)
Air transportation	—	—	—	982,994	982,994	—
Postage	5,532,450	5,532,450	—	—	—	—
Equipment leasing and financing	—	—	—	187,336	187,336	—
	<u>20,746,809</u>	<u>16,760,158</u>	<u>3,986,651</u>	<u>45,072,546</u>	<u>50,526,424</u>	<u>(1,467,227)</u>
Intra-fund eliminations	277,296	163,452	113,844	842,938	956,782	—
	<u>\$20,469,513</u>	<u>\$16,596,706</u>	<u>\$3,872,807</u>	<u>\$44,229,608</u>	<u>\$49,569,642</u>	<u>\$(1,467,227)</u>

RECREATION AND PARKS REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Recreation and Parks

I have examined the balance sheet of the Recreation and Parks Revolving Fund as at March 31, 1990 and the statement of operations and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 29, 1990

RECREATION AND PARKS REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Accounts receivable	\$ 91,591	\$ 86,220
Inventories	49,808	54,360
	<u>\$141,399</u>	<u>\$140,580</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 40,309	\$ 38,613
Provincial Treasurer's advance	12,937	33,652
	<u>53,246</u>	<u>72,265</u>
Surplus	88,153	68,315
	<u>\$141,399</u>	<u>\$140,580</u>

The accompanying notes are part
of these financial statements.

RECREATION AND PARKS REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Sales (Note 3)	\$481,895	\$406,220
Deduct cost of goods sold:		
Inventory at beginning of year	54,360	77,969
Purchases	457,505	350,674
	<u>511,865</u>	<u>428,643</u>
Less: Inventory at end of year	49,808	54,360
	<u>462,057</u>	<u>374,283</u>
Net income	19,838	31,937
Surplus at beginning of year	68,315	36,378
Surplus at end of year	<u>\$ 88,153</u>	<u>\$ 68,315</u>

RECREATION AND PARKS REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Recreation and Parks Revolving Fund operates under the authority of the Department of Recreation and Parks Act, Chapter D-26, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

Inventories

Inventories are valued at the lower of cost and estimated net realizable value.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Sales

Sales consist of the following:

	<u>1990</u>	<u>1989</u>
Postage	\$178,037	\$159,832
Print shop	143,857	117,991
Photocopying	82,487	76,967
Long distance telephone tolls	59,375	48,133
Sale of posters and brochures	18,139	3,297
	<u>\$481,895</u>	<u>\$406,220</u>

Note 4 Administration Costs

Accommodation, furniture and equipment, salaries and wages and other administrative costs have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Approval of Financial Statements

These financial statements have been approved by management.

GAS ALBERTA OPERATING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of
Transportation and Utilities

I have examined the balance sheet of the Gas Alberta Operating Fund as at March 31, 1990 and the statement of operations and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 27, 1990

GAS ALBERTA OPERATING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Operating:		
Current:		
Cash	\$ 5,743,182	\$ 9,030,880
Accounts receivable	9,558,718	10,828,237
Natural gas rebates receivable	<u>—</u>	<u>22,342</u>
	15,301,900	19,881,459
Trust:		
Cash	291,791	521,865
	<u>\$15,593,691</u>	<u>\$20,403,324</u>
LIABILITIES AND SURPLUS		
Operating:		
Current:		
Accounts payable	\$ 4,806,441	\$ 6,800,726
Due to the Province of Alberta	<u>—</u>	<u>673,364</u>
Provincial Treasurer's advance	10,022,000	12,022,000
Surplus	473,459	385,369
	15,301,900	19,881,459
Trust:		
Amounts due to rural gas co-operative associations	291,791	521,865
	<u>\$15,593,691</u>	<u>\$20,403,324</u>
The accompanying notes are part of these financial statements.		

GAS ALBERTA OPERATING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Gas operations		
Sale of natural gas	\$25,964,326	\$27,242,501
Transportation revenue	164,361	182,587
Billing services revenue	297,270	325,788
	<u>26,425,957</u>	<u>27,750,876</u>
EXPENDITURE		
Gas operations		
Purchase of natural gas	21,195,100	22,122,811
Pipeline operators' charges	3,642,327	4,003,755
Department owned pipeline charges	395,523	411,148
Well operators' charges	35,643	36,667
Emergency supply services	24,676	55,920
Administration costs (Note 3)	1,044,598	1,052,390
	<u>26,337,867</u>	<u>27,682,691</u>
Operating surplus for the year	88,090	68,185
Surplus at beginning of year	385,369	4,317,184
Distribution of surplus	<u>—</u>	<u>(4,000,000)</u>
Surplus at end of year	<u>\$ 473,459</u>	<u>\$ 385,369</u>

GAS ALBERTA OPERATING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Gas Alberta Operating Fund operates under the authority of the Rural Gas Act, Chapter R-19, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

Trust

The Fund operates a retail billing system to provide billing services to certain rural gas co-operative associations. Billing services revenue and expenditure is included in the statement of operations. Cash held and amounts payable by the Fund are disclosed as trust amounts in the balance sheet.

Interest

Interest earned on cash balances is credited to the General Revenue Fund, and is not reflected in these financial statements.

Allowance for doubtful accounts

The Fund provides for specific losses on accounts receivable as well as a general allowance for possible losses.

Changes in financial position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Administration costs are comprised of:

	<u>1990</u>	<u>1989</u>
Salaries, wages and benefits	\$ 692,947	\$ 523,020
Travel	13,243	14,961
Freight and postage	117,982	142,121
Data processing	166,031	212,456
Materials and supplies	61,110	127,324
Telephone and communications	8,719	—
Professional services	10,246	30,298
Miscellaneous	2,876	2,210
Refund of intervenors costs	(28,556)	—
	<u>\$1,044,598</u>	<u>\$1,052,390</u>

The costs of accommodation and office furnishings are borne by the General Revenue Fund and are not reflected in these financial statements.

The Fund acts as an intervenor at rate hearings held by the Public Utilities Board. Costs incurred by the Fund are recovered from the utility companies based on the amount awarded by the Board. Amounts to be recovered cannot be estimated and are therefore recorded when awarded.

Note 4 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

TRANSPORTATION REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Transportation and Utilities

I have examined the balance sheet of the Transportation Revolving Fund as at March 31, 1990 and the statements of operations and surplus and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the change in the method of accounting for sales of gravel and land as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 27, 1990

TRANSPORTATION REVOLVING FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	1990	1989
ASSETS		
Current:		
Accounts receivable	\$ 10,885,973	\$ 14,559,434
Inventories	17,481,705	14,725,920
	<u>28,367,678</u>	<u>29,285,354</u>
Fixed:		
At cost	117,676,066	107,479,828
Less: Accumulated depreciation	65,382,091	61,169,581
	<u>52,293,975</u>	<u>46,310,247</u>
Other:		
Gravel (Note 4)	13,131,939	15,484,068
Land	2,485,751	1,253,012
	<u>15,617,690</u>	<u>16,737,080</u>
	<u>\$ 96,279,343</u>	<u>\$ 92,332,681</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 10,435,535	\$ 6,795,271
Advances from the Province of Alberta	81,802,363	81,122,521
	<u>92,237,898</u>	<u>87,917,792</u>
Surplus	4,041,445	4,414,889
	<u>\$ 96,279,343</u>	<u>\$ 92,332,681</u>

The accompanying notes are part
of these financial statements.

TRANSPORTATION REVOLVING FUND
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	1990				1989
	Fleet	Shop	Stores	Gravel and Land	Total
REVENUE					
Rentals	\$36,224,602	\$ —	\$ —	\$ —	\$36,224,602
Sales	—	2,660,863	18,067,755	15,322,961	36,051,579
	<u>36,224,602</u>	<u>2,660,863</u>	<u>18,067,755</u>	<u>15,322,961</u>	<u>72,276,181</u>
EXPENDITURE					
Operating:					
Cost of sales	—	2,595,753	15,839,945	15,322,961	33,758,659
Direct labour and supplies	16,507,549	93,970	—	—	16,601,519
Depreciation	7,223,714	73,149	—	—	7,296,863
Petroleum products	6,506,094	—	—	—	6,506,094
Unallocated salaries and wages	425,981	3,193,637	286,467	—	3,906,085
Materials and supplies	—	848,846	79,451	—	928,297
Contract services	749	94,901	360,291	—	455,941
Data processing	—	—	22,040	—	22,040
Other	134,893	436,107	373,698	—	944,698
	<u>30,798,980</u>	<u>7,336,363</u>	<u>16,961,892</u>	<u>15,322,961</u>	<u>70,420,196</u>
Gross profit (loss)	<u>\$ 5,425,622</u>	<u>\$(4,675,500)</u>	<u>\$ 1,105,863</u>	<u>\$ —</u>	<u>1,855,985</u>
Administrative:					
Salaries and wages					965,343
Data processing					663,892
Depreciation					436,846
Materials and supplies					57,575
Contract services					53,196
Other					52,577
					<u>2,229,429</u>
Net loss for the year					<u>(373,444)</u>
Surplus at beginning of year					4,414,889
Surplus at end of year					<u>\$ 4,041,445</u>

TRANSPORTATION REVOLVING FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Net loss for the period	\$ (373,444)	\$ (3,531,788)
Charge to income not affecting cash:		
Depreciation	<u>7,733,709</u>	<u>7,500,040</u>
	7,360,265	3,968,252
Sources of Funds:		
Decrease in accounts receivable	3,673,461	928,957
Decrease (increase) in gravel costs	2,352,129	(1,878,178)
Increase in accounts payable	3,640,264	2,040,379
Proceeds from equipment disposal	<u>1,180,521</u>	<u>1,042,052</u>
	<u>18,206,640</u>	<u>6,101,462</u>
Application of Funds:		
Increase in inventories	2,755,785	244,243
Increase (decrease) in land purchases	1,232,739	(230,211)
Purchase of equipment	<u>14,897,958</u>	<u>16,270,972</u>
	<u>18,886,482</u>	<u>16,285,004</u>
Increase in advances from the Province of Alberta	679,842	10,183,542
Advances from the Province of Alberta at beginning of year	<u>81,122,521</u>	<u>70,938,979</u>
Advances from the Province of Alberta at end of year	<u><u>\$81,802,363</u></u>	<u><u>\$81,122,521</u></u>

TRANSPORTATION REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Transportation Revolving Fund operates under the authority of the Department of Transportation and Utilities Act, Chapter D-30, Revised Statutes of Alberta 1980, as amended.

The Fund's revenue is derived mainly from rentals and sales to the Department of Transportation and Utilities.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Revenue and Expenditure

The fund's operations are undertaken through the following enterprises:

Fleet:

The fleet of mobile equipment is rented for the construction and maintenance of roads, bridges, and airports.

Shop:

A network of repair shops are maintained for the maintenance, repair, and overhaul of fleet equipment and for the manufacture of inventories.

Stores:

Inventories are maintained for use in construction and maintenance activities.

Gravel and Land:

Gravel is acquired and processed to supply materials for construction and maintenance activities. Land is acquired for construction of highways.

Charges between enterprises are eliminated from these financial statements.

(b) Inventories

Inventories are valued at the lower of cost and net realizable value.

(c) Fixed Assets

Fixed assets consist of rental and shop equipment and systems development costs and are recorded at cost.

Rental equipment is depreciated on a straight-line basis. The approximate useful life of major equipment categories is as follows:

Light trucks	4 or 5 years
Heavy trucks	7 or 10 years
Graders, tractors, loaders, trailers	10 or 15 years
Cranes	15 or 20 years

Shop equipment is depreciated on a 20% declining balance method.

Computer hardware and systems development costs are amortized on a straight-line basis over 5 years.

(d) Gravel and Land

Gravel and land is valued at cost.

Note 3 Change in Accounting Policy for Reporting Gravel and Land

The Fund has changed its policy on reporting sales of gravel and land. These amounts are now reported in the statement of operations and surplus as revenue and cost of sales. This change has been applied retroactively and comparative amounts have been restated. The effect of this change is to increase revenue by \$15,322,961 (1989 \$13,973,013) and expenditure by \$15,322,961 (1989 \$13,973,013). This change does not affect the surplus amounts or the values of gravel and land reported on the balance sheet.

Note 4 Gravel

Gravel consists of the following:

	1990	1989
Gravel processing costs	\$12,130,626	\$14,727,755
Cost of gravel pits	1,001,313	756,313
	<u>\$13,131,939</u>	<u>\$15,484,068</u>

Note 5 Administrative Expenses

Accommodation, repair shops, warehouse facilities, certain salaries and wages and other administrative expenses incurred in the administration of the Fund are borne by the General Revenue Fund. Accordingly, they are not reflected in these financial statements.

Note 6 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

LAND PURCHASE FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Land Purchase Fund as at March 31, 1990 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 31, 1990

LAND PURCHASE FUND
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 5,876,200	\$ 1,265,984
Accounts receivable	62,688	33,694
Land and buildings inventory (Note 3)	<u>214,846,541</u>	<u>221,493,647</u>
	<u>\$220,785,429</u>	<u>\$222,793,325</u>

LIABILITIES AND RETAINED EARNINGS

Liabilities:		
Accounts payable	\$ 2,462,179	\$ 3,021,841
Advances from the General Revenue Fund	<u>211,081,033</u>	<u>231,027,784</u>
	213,543,212	234,049,625
Retained earnings (deficit)	<u>7,242,217</u>	<u>(11,256,300)</u>
	<u>\$220,785,429</u>	<u>\$222,793,325</u>

The accompanying notes are part
of these financial statements.

LAND PURCHASE FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Income:		
Rental income	\$ 817,285	\$ 704,918
Rental expense	<u>72,752</u>	<u>90,408</u>
Net rental income	744,533	614,510
Interest received on transfer of land and buildings to the General Revenue Fund	673,270	25,965,331
Other	<u>15,014</u>	<u>15,650</u>
	1,432,817	26,595,491
Provision for decline in value of land and buildings held for resale	<u>5,809,400</u>	<u>(38,829,286)</u>
Net income (loss)	7,242,217	(12,233,795)
Retained earnings (deficit) at beginning of year	<u>(11,256,300)</u>	<u>977,495</u>
	(4,014,083)	(11,256,300)
Transfer from the General Revenue Fund	11,256,300	—
Retained earnings (deficit) at end of year	<u>\$ 7,242,217</u>	<u>\$(11,256,300)</u>

LAND PURCHASE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Operating transactions:		
Net income (loss)	\$ 7,242,217	\$(12,233,795)
Non-cash item:		
Provision for decline in value of land and buildings held for resale	(5,809,400)	38,829,286
Increase (decrease) in payables	(559,662)	2,475,656
(Increase) decrease in receivables	(28,994)	9,855
Reimbursement from the General Revenue Fund for cost of land and buildings transferred	30,283,637	44,338,584
Acquisitions of land and buildings	(17,827,131)	(27,211,814)
Cash provided by operating transactions	<u>13,300,667</u>	<u>46,207,772</u>
Financing transactions:		
Advances from the General Revenue Fund	22,281,470	20,346,600
Repayment of advances to the General Revenue Fund	(42,228,221)	(70,318,816)
Transfer from the General Revenue Fund	11,256,300	—
Cash applied to financing transactions	<u>(8,690,451)</u>	<u>(49,972,216)</u>
Increase (decrease) in cash	4,610,216	(3,764,444)
Cash at beginning of year	1,265,984	5,030,428
Cash at end of year	<u>\$ 5,876,200</u>	<u>\$ 1,265,984</u>

LAND PURCHASE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Land Purchase Fund operates under the authority of the Government Land Purchases Act, Chapter G-8, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Land and buildings held for future use are carried at cost less proceeds of sundry disposals. The Act provides that, if money is voted by the Legislature for the purpose of reimbursing the Fund, the Provincial Treasurer may order the transfer from the supply vote to the Fund of an amount which includes the cost of each acquisition and interest thereon determined by the Provincial Treasurer. The reimbursement is reflected in these financial statements at the time of transfer.

(b) Land and buildings held for resale are valued at the lower of cost and net realizable value.

Note 3 Land and Buildings Inventory

	<u>1990</u>	<u>1989</u>
Land and buildings		
-held for future use	\$189,324,014	\$198,072,160
-held for resale	<u>25,522,527</u>	<u>23,421,487</u>
	<u>\$214,846,541</u>	<u>\$221,493,647</u>

Note 4 Interest Income

Interest income earned on cash deposits is credited directly to the General Revenue Fund and is not reflected in these financial statements.

Note 5 Land Development and Administration Costs

At March 31, 1990, the Fund held land and buildings costing approximately \$21,339,049 (1989 \$34,404,000) upon which development had commenced.

Land development costs and salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Contingencies

Claims pending in respect of additional compensation for land and buildings acquired under expropriation proceedings amounted to approximately \$80,129,000 (1989 \$90,161,000). The actual liability, if any, cannot be determined until expropriation proceedings are completed.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

TREASURY REVOLVING FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Treasury Revolving Fund as at March 31, 1990 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 27, 1990

TREASURY REVOLVING FUND
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Accounts receivable (Note 3)	\$241,982	\$176,683
Fixed: (Note 4)		
Fixed assets, at cost	55,731	37,791
Less: Accumulated depreciation	36,610	27,708
	<u>19,121</u>	<u>10,083</u>
	<u>\$261,103</u>	<u>\$186,766</u>
LIABILITIES		
Current:		
Accounts payable	\$ 37,668	\$ 18,696
Advances from the General Revenue Fund	223,435	168,070
	<u>\$261,103</u>	<u>\$186,766</u>

The accompanying notes are part
of these financial statements.

TREASURY REVOLVING FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Service revenue (Note 5)	\$720,499	\$634,988
Expenditure:		
Salaries, wages and benefits	\$527,303	\$551,098
Services	85,854	41,490
Bank and safekeeping charges	50,259	383
Travel, freight, postage and telephone	38,075	16,985
Materials and supplies	10,765	17,810
Depreciation	8,243	7,222
	<u>\$720,499</u>	<u>\$634,988</u>

TREASURY REVOLVING FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Treasury Revolving Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

Depreciation

Fixed assets are depreciated on a straight-line basis over the estimated useful life of the assets. The estimated useful life for each fixed asset category is as follows:

Computer hardware and software	3 years
Office equipment	5 years

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Accounts Receivable

Accounts receivable consist of the following:

	<u>1990</u>	<u>1989</u>
General Revenue Fund	\$163,459	\$103,176
Alberta Municipal Financing Corporation	78,523	73,507
	<u>\$241,982</u>	<u>\$176,683</u>

Note 4 Fixed Assets

Fixed assets are summarized as follows:

	<u>1990</u>			<u>1989</u>
	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Computer hardware and software	\$49,530	\$32,695	\$16,835	\$ 6,668
Office equipment	6,201	3,915	2,286	3,415
	<u>\$55,731</u>	<u>\$36,610</u>	<u>\$19,121</u>	<u>\$10,083</u>

Note 5 Segmented Information

Segmented information on service revenue is as follows:

	<u>1990</u>	<u>1989</u>
Securities administration	\$517,629	\$419,134
Corporate management	202,870	215,854
	<u>\$720,499</u>	<u>\$634,988</u>

Note 6 Administration Costs

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

SECTION 5

1989-90

PUBLIC ACCOUNTS

REGULATED FUNDS - FINANCIAL STATEMENTS

Contents:	Page
Introduction	5.2
Education:	
School Foundation Program Fund	5.3
Executive Council:	
Lottery Fund	5.6
Health:	
Health Care Insurance Fund	5.11
Treasury:	
Alberta Capital Fund	5.16
Alberta Heritage Foundation for Medical Research Endowment Fund	5.26
Alberta Heritage Savings Trust Fund	5.31
Alberta Heritage Scholarship Fund	5.45
Farm Credit Stability Fund	5.50
Pension Fund	5.55
Small Business Term Assistance Fund	5.61
Other Regulated Funds - Summary Financial Statements	5.65

REGULATED FUNDS - FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1990

Introduction:

Section 1(1)(s) of the Financial Administration Act defines a regulated fund as “a fund containing public money except public money

- (i) forming part of the General Revenue Fund,
- (ii) received by a revenue officer for deposit in the General Revenue Fund that has not been deposited in the General Revenue Fund, or
- (iii) owned or held by a Provincial agency, but does not include a revolving fund or the Treasury Branches Deposits Fund”.

Regulated funds contain public money that is not part of the General Revenue Fund because of its special disposition by the Legislature, or public money that has been paid out of the General Revenue Fund into a designated fund by authority of an Act of the Legislature or a supply vote.

That part of a regulated fund that is made up of payments under a supply vote, that is not charged with a liability at the fiscal year end, lapses and is returned to the General Revenue Fund.

Regulated funds are included in the consolidated financial statements of the Province, after adjustment of the accounts to a basis consistent with the accounting policies described in Note 1 to the consolidated financial statements in Section 1.

SCHOOL FOUNDATION PROGRAM FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Equity
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Education

I have examined the balance sheet of the School Foundation Program Fund as at March 31, 1990 and the statement of revenue, expenditure and fund equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 16, 1990

SCHOOL FOUNDATION PROGRAM FUND
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash (Note 3)	\$ 220,841	\$162,979
Levies receivable from municipalities	1,696,901	—
Due from the General Revenue Fund	481,100	—
	<u>\$2,398,842</u>	<u>\$162,979</u>
LIABILITIES AND FUND EQUITY		
Current:		
Grants payable	\$ 691,801	\$162,687
Fund equity	<u>1,707,041</u>	<u>292</u>
	<u>\$2,398,842</u>	<u>\$162,979</u>
The accompanying notes are part of these financial statements.		

SCHOOL FOUNDATION PROGRAM FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Contributions from the General Revenue Fund, Department of Education	\$ 953,681,100	\$ 896,775,000
Contributions from municipalities on equalized assessment	<u>162,508,398</u>	<u>154,055,672</u>
	<u>1,116,189,498</u>	<u>1,050,830,672</u>
EXPENDITURE		
Grants to school authorities	<u>1,114,482,749</u>	<u>1,051,079,326</u>
Excess (deficiency) of revenue over expenditure	1,706,749	(248,654)
Fund equity at beginning of year	<u>292</u>	<u>248,946</u>
Fund equity at end of year	<u>\$ 1,707,041</u>	<u>\$ 292</u>

SCHOOL FOUNDATION PROGRAM FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The School Foundation Program Fund operates under the authority of the School Act, Chapter S-3.1, Statutes of Alberta 1988.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

Interest earned on such deposits is credited directly to the General Revenue Fund and is not reflected in these financial statements.

Note 4 Administration Expenses

Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 5 Approval of Financial Statements

These financial statements were approved by management.

LOTTERY FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Equity
Notes to the Financial Statements

AUDITOR'S REPORT

To the Member of the Executive Council
Responsible for Lotteries

I have examined the balance sheet of the Lottery Fund as at March 31, 1990 and the statement of revenue, expenditure and fund equity for the period May 26, 1989 to March 31, 1990. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the period then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
October 12, 1990

LOTTERY FUND
 BALANCE SHEET
 AS AT MARCH 31, 1990
 (thousands of dollars)

ASSETS

Cash (Note 3)	\$236,773
Accounts receivable	8,994
	<u>\$245,767</u>

LIABILITIES AND FUND EQUITY

Grants payable	\$ 8,626
Fund equity	237,141
	<u>\$245,767</u>

The accompanying notes are part
of these financial statements.

LOTTERY FUND
 STATEMENT OF REVENUE, EXPENDITURE AND FUND EQUITY
 FOR THE PERIOD MAY 26, 1989 TO MARCH 31, 1990
 (thousands of dollars)

Revenue:	
Net proceeds from lottery operations (Note 4)	\$ 81,499
Interest	22,632
	<u>104,131</u>
Expenditure:	
Grants:	
Community Facility Enhancement Program (Note 5)	31,871
Culture and multiculturalism (Note 6)	19,467
Agriculture (Note 7)	15,415
Sport, recreation and conservation (Note 8)	12,053
Tourism (Note 9)	8,500
Other (Note 10)	11,566
	<u>98,872</u>
Excess of revenue over expenditure for the period	5,259
Transfer from Western Canada Lottery Corporation (Note 12)	231,882
Fund equity at end of period	<u>\$237,141</u>

LOTTERY FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1	Authority	
	The Lottery Fund operates under the authority of the Interprovincial Lottery Act, Chapter I-8, Revised Statutes of Alberta 1980, as amended. The Fund was established on May 26, 1989 by proclamation of the Interprovincial Lottery Amendment Act, 1988.	
Note 2	Significant Accounting Policies	
	Grants	
	Grants are recorded as expenditure when authorized and when all eligibility conditions for the grant have been satisfied.	
	Changes in Financial Position	
	A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.	
Note 3	Cash	
	Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.	
Note 4	Net Proceeds from Lottery Operations	
	Pursuant to the Interprovincial Lottery Act, the Western Canada Lottery Corporation and the Western Canada Lottery Alberta Division are licensed as agents of the Province to conduct, manage and operate lottery schemes in Alberta. The costs of operating lotteries and of administering the Fund are paid by these agents out of the Province's share of gross revenues, and the net proceeds are recorded as revenue of the Fund.	
Note 5	Community Facility Enhancement Program	
	Grants paid under the Community Facility Enhancement Program provide funds on a cost-sharing basis to finance the repair, renovation, upgrading or expansion of community facilities in Alberta. The Program provides \$100,000,000 over a three year period from October 1988 to September 1991. Grants amounting to \$12,920,000 were paid out of net lottery proceeds prior to the commencement of the Lottery Fund.	
	Grants made under the Program comprise:	
	City of Edmonton	\$ 975,673
	Calmar and District Agricultural Society	500,000
	Town of Lac La Biche	446,755
	Westminster Neighbourhood Association	273,594
	YMCA of Calgary - North Family Branch	260,000
	Huntington Hills Community Association	259,170
	Association of St. Michael's Auxiliary	250,000
	Calgary Soccer Federation	250,000
	Calgary Zoological Society	250,000
	Medicine Hat Family YMCA	250,000
	Paper Chase Recycling Society	250,000
	Sexsmith Curling Club	250,000
	The Edmonton Space Sciences Centre	250,000
	Town of Westlock	250,000
	William Roper Hull Child and Family Services	250,000
	Youth Emergency Shelter	250,000
	Grants from:	
	\$200,000 to \$249,999	2,859,800
	\$150,000 to \$199,999	4,393,345
	\$100,000 to \$149,999	3,307,972
	\$ 50,000 to \$ 99,999	5,679,843
	Grants under \$50,000	10,414,747
		<u>\$31,870,899</u>

Note 6 Culture and Multiculturalism

Grants made to support culture and multiculturalism in Alberta comprise:

Edmonton Concert Hall Foundation	\$ 3,000,000
Alberta Historical Resources Foundation	2,375,000
Alberta Multicultural Fund	2,062,000
Alberta Art Foundation	1,937,000
Alberta Foundation for the Performing Arts	1,854,000
Alberta Foundation for the Literary Arts	1,104,000
Calgary Military Museums Society	1,067,000
Citadel Theatre, Edmonton	1,002,000
The Calgary Centre for Performing Arts	900,000
Calgary Philharmonic Society	750,000
Edmonton Symphony Society	750,000
Banff Television Foundation	666,000
Alberta Theatre Projects	550,000
Theatre Calgary	550,000
Alberta Ballet Company	300,000
Calgary Opera Association	300,000
Edmonton Opera Association	300,000
	<u>\$19,467,000</u>

Note 7 Agriculture

(a) Agricultural Exhibitions and Fairs

Grants made to support agricultural exhibitions and fairs comprise:

Edmonton Northlands	\$ 4,166,000
Calgary Exhibition and Stampede Ltd.	3,958,000
Class D Fairs (206 at \$15,000 each)	3,090,000
Class C Fairs (57 at \$25,000 each)	1,425,000
Class B Fairs (5 at \$100,000 each)	500,000
Camrose Regional Exhibition and Agricultural Society	166,000
Grande Prairie Regional Agricultural and Exhibition Society	166,000
Lethbridge and District Exhibition	166,000
Lloydminster Agricultural Exhibition Association Limited	166,000
Medicine Hat Exhibition and Stampede Company Limited	166,000
Olds Agricultural Society	166,000
Westerner Exposition Association	166,000
	<u>14,301,000</u>

(b) Agricultural Initiatives

The purpose of Agricultural Initiatives is to provide funding to encourage improvement in agriculture, horticulture, homemaking, and the quality of life in the agricultural community. The grants are made in response to proposals from the Department of Agriculture.

Agricultural Initiatives grants comprise:

Alberta Agri-Cultural Host Family Association	\$ 100,000
Sherwood Park and District Chamber of Commerce	100,000
Battle River Applied Research Association	75,000
Alberta 4-H Foundation	65,000
North West Peat Soils Association	60,200
Beiseker and District Agricultural Society	50,000
Clyde and District Agricultural Society	50,000
Debolt Country Club Agricultural Society	50,000
Enoch Band Agricultural Society	50,000
Spruce View Community Association	50,000
Winsfield Agricultural Society	50,000
Grants under \$50,000	413,896
	<u>1,114,096</u>
Total agricultural grants	<u>\$15,415,096</u>

Note 8	Sport, Recreation and Conservation	
	Grants made to support sport, recreation and conservation in Alberta comprise:	
	Alberta Sport Council	\$ 7,487,000
	Recreation, Parks and Wildlife Foundation	4,566,000
		<u>\$12,053,000</u>
Note 9	Tourism	
	Grants made to the Tourism Industry Association of Alberta to support the tourist industry in Alberta comprise:	
	Team Tourism	\$5,500,000
	Community Tourism Action Program	3,000,000
		<u>\$8,500,000</u>
Note 10	Other	
	Other grants comprise:	
	Westerner Exposition Association	\$ 7,000,000
	Wild Rose Foundation	4,166,000
	Science Alberta Foundation	400,000
		<u>\$11,566,000</u>
	The grant to the Westerner Exposition Association is the second annual instalment of a 3 year \$21,000,000 contribution towards the cost of constructing the Red Deer Altaplex Centrium and Parkland Pavilion. The first instalment was paid out of net lottery proceeds prior to the commencement of the Lottery Fund.	
Note 11	Commitments	
	Amounts totalling \$75.44 million were authorized during the year as grants eligible for payment on or after April 1, 1990.	
Note 12	Transfer from Western Canada Lottery Corporation	
	The transfer represents the net proceeds from lottery operations held by the Western Canada Lottery Corporation on behalf of the Province at May 25, 1989 and subsequently deposited in the Fund. Prior to May 26, 1989, net proceeds were held by the Western Canada Lottery Corporation and were distributed to beneficiaries on the Province's behalf by the Western Canada Lottery Corporation.	
Note 13	Approval of Financial Statements	
	These financial statements were approved by management.	

HEALTH CARE INSURANCE FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Contributions
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Health

I have examined the balance sheet of the Health Care Insurance Fund as at March 31, 1990 and the statements of revenue, expenditure and contributions and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 31, 1990

HEALTH CARE INSURANCE FUND

BALANCE SHEET

AS AT MARCH 31, 1990

(thousands of dollars)

	1990	1989
ASSETS		
Cash	\$ 50,883	\$ 99,277
Accounts receivable (Note 2)	49,483	40,635
Contribution due from the Province of Alberta (Note 3)	13,123	—
	<u>\$113,489</u>	<u>\$139,912</u>
LIABILITIES		
Bank indebtedness	\$ 2,215	\$ —
Accounts payable	2,700	3,605
Claim benefits payable (Note 4)	95,731	87,061
Unexpended contribution due to the Province of Alberta	—	38,221
Unearned premiums (Note 5)	12,843	11,025
	<u>\$113,489</u>	<u>\$139,912</u>
The accompanying notes are part of these financial statements.		

HEALTH CARE INSURANCE FUND

STATEMENT OF REVENUE, EXPENDITURE AND CONTRIBUTIONS

FOR THE YEAR ENDED MARCH 31, 1990

(thousands of dollars)

	1990	1989
REVENUE		
Premiums:		
Alberta Health Care Insurance Plan	\$ 288,745	\$266,446
Alberta Blue Cross Plan	11,244	11,803
Bank interest and miscellaneous	9,584	9,009
Penalties	4,989	1,058
Uncollectible revenue	(10,828)	(9,274)
Total revenue	<u>303,734</u>	<u>279,042</u>
EXPENDITURE		
Health services:		
Basic:		
Medical	719,428	653,697
Chiropractic	27,615	24,327
Physical therapy	23,618	20,082
Optometric	16,766	13,123
Oral surgery	10,129	9,853
Podiatric	3,807	3,358
	<u>801,363</u>	<u>724,440</u>
Extended	39,817	36,680
	<u>841,180</u>	<u>761,120</u>
Alberta Blue Cross Plan benefits:		
Non-premium paying registrants	117,675	100,616
Premium paying registrants	23,093	20,459
	<u>140,768</u>	<u>121,075</u>
Out-of-province hospital costs	32,644	32,123
Physicians' program benefits:		
Liability insurance contributions	3,974	4,444
Continuing medical education fund contributions	1,852	1,812
Disability insurance fund contributions	1,345	1,315
Location incentives	1,332	1,019
	<u>8,503</u>	<u>8,590</u>
Total expenditure	<u>1,023,095</u>	<u>922,908</u>
Excess of expenditure over revenue for the year	<u>\$ 719,361</u>	<u>\$643,866</u>
CONTRIBUTIONS		
Government of Canada (Note 3)	\$ 153,420	\$170,584
Province of Alberta (Note 3)	565,941	473,282
	<u>\$ 719,361</u>	<u>\$643,866</u>

HEALTH CARE INSURANCE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operations:		
Excess of expenditure over revenue for the year	<u>\$(719,361)</u>	<u>\$(643,866)</u>
Changes in working capital:		
Accounts receivable, excluding amounts under administration agreements	(633)	(14,594)
Accounts payable	(905)	146
Claim benefits payable	8,670	(5,480)
Unearned premiums	1,818	8,826
	<u>8,950</u>	<u>(11,102)</u>
Cash applied to operations	<u>(710,411)</u>	<u>(654,968)</u>
Transactions under administration agreements:		
Cash received for:		
Hospital costs, reciprocal agreements	51,482	47,648
Medical costs, reciprocal agreements	14,702	10,577
The Workers' Compensation Board	12,727	14,215
Sessional payments	4,105	5,353
	<u>83,016</u>	<u>77,793</u>
Cash expended for:		
Hospital costs, reciprocal agreements	(57,701)	(44,005)
Medical costs, reciprocal agreements	(16,203)	(12,287)
The Workers' Compensation Board	(14,235)	(13,052)
Sessional payments	(3,092)	(4,727)
	<u>(91,231)</u>	<u>(74,071)</u>
Cash provided by (applied to) transactions under administration agreements	<u>(8,215)</u>	<u>3,722</u>
Contributions:		
Cash provided by:		
Government of Canada	153,420	170,584
Province of Alberta	552,818	511,503
	<u>706,238</u>	<u>682,087</u>
Cash applied to:		
Reimbursement to Province of Alberta of prior year's unexpended contribution	<u>(38,221)</u>	<u>(26,639)</u>
Cash provided by contributions	<u>668,017</u>	<u>655,448</u>
Increase (decrease) in cash and bank indebtedness	(50,609)	4,202
Cash at beginning of year	99,277	95,075
Cash and bank indebtedness at end of year	<u>\$ 48,668</u>	<u>\$ 99,277</u>

HEALTH CARE INSURANCE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Health Care Insurance Fund operates under the authority of the Alberta Health Care Insurance Act, Chapter A-24, Revised Statutes of Alberta 1980, as amended.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Operating:		
Premiums and penalties	\$71,795	\$60,050
Miscellaneous	355	408
	<u>72,150</u>	<u>60,458</u>
Less allowance for uncollectible accounts	37,508	26,449
	<u>34,642</u>	<u>34,009</u>
Receivables under administration agreements:		
Hospital costs, reciprocal agreements	8,424	2,205
Medical costs, reciprocal agreements	3,754	2,035
The Workers' Compensation Board payments	2,795	1,287
Sessional payments	267	1,280
	<u>15,240</u>	<u>6,807</u>
Less allowance for uncollectible accounts	399	181
	<u>14,841</u>	<u>6,626</u>
	<u>\$49,483</u>	<u>\$40,635</u>

Note 3 Contributions

Government of Canada

The Government of Canada contribution is received by the Provincial Treasurer pursuant to provisions of the Federal - Provincial Fiscal Arrangements and Federal Post-Secondary Education and Health Contributions Act, Chapter F-8, Revised Statutes of Canada 1985, as amended. Amounts deemed by the Provincial Treasurer to be a contribution with respect to health care are then paid into the Health Care Insurance Fund.

Province of Alberta

The excess of expenditure over revenue, after deducting the amount provided by the Government of Canada, is contributed by the General Revenue Fund of the Province of Alberta.

Salaries, accommodation and other overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Claim Benefits Payable

Claim benefits payable consist of the following:

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Health services:		
Basic	\$67,127	\$57,823
Extended	4,029	3,235
	<u>71,156</u>	<u>61,058</u>
Alberta Blue Cross Plan benefits	14,794	13,780
Out-of-province hospital costs	9,781	12,223
	<u>\$95,731</u>	<u>\$87,061</u>

Claim benefits payable consist of known liabilities payable at the year-end and estimated additional liabilities for services provided prior to the year-end based on historical information about the relationships between service dates and payment dates.

Note 5 Unearned Premiums

Unearned premiums consist of the following:

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Amounts billed in advance	\$10,528	\$ 8,795
Unbilled amounts prepaid by registrants	<u>2,315</u>	<u>2,230</u>
	<u>\$12,843</u>	<u>\$11,025</u>

Note 6 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA CAPITAL FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Net Debt
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Cash and Marketable Securities
Schedule of Loan
Schedule of Unmatured Debt
Schedule of Expenditure by Program and Sub-Program
Schedule of Expenditure by Program and Object
Schedule of Expenditure by Element

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Capital Fund as at March 31, 1990 and the statements of revenue, expenditure and net debt and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 14, 1990

ALBERTA CAPITAL FUND
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash and marketable securities, Schedule 1	\$ 4,369,535	\$ 28,089,678
Accrued interest and accounts receivable	33,871	64,131
Due from the General Revenue Fund	29,439,540	43,898,162
Loan, Schedule 2	2,905,041	2,958,979
	<u>\$ 36,747,987</u>	<u>\$ 75,010,950</u>
LIABILITIES AND NET DEBT		
Liabilities:		
Accrued interest and accounts payable	\$ 68,102,103	\$ 76,173,936
Unmatured debt, Schedule 3	949,854,350	696,822,515
	<u>1,017,956,453</u>	<u>772,996,451</u>
Net debt	981,208,466	697,985,501
	<u>\$ 36,747,987</u>	<u>\$ 75,010,950</u>

The accompanying notes are part
of these financial statements.

ALBERTA CAPITAL FUND
STATEMENT OF REVENUE, EXPENDITURE AND NET DEBT
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Contributions by the General Revenue Fund for:		
Debt servicing costs	\$101,379,098	\$ 56,236,498
Debt retirement	44,990,151	33,475,457
Investment income	3,706,016	8,121,020
Previous year capital expenditure refunds	1,260,700	1,033,824
	<u>151,335,965</u>	<u>98,866,799</u>
Expenditure:		
Capital expenditure, Schedules 4, 5 and 6	329,473,816	282,944,453
Interest and amortization of discount on debt	104,513,695	63,937,141
Administrative fees and other costs paid to agents	571,419	420,377
	<u>434,558,930</u>	<u>347,301,971</u>
Excess of expenditure over revenue	283,222,965	248,435,172
Net debt at beginning of year	697,985,501	449,550,329
Net debt at end of year	<u>\$981,208,466</u>	<u>\$697,985,501</u>

ALBERTA CAPITAL FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
Operating transactions:		
Excess of expenditure over revenue	\$ (283,222,965)	\$ (248,435,172)
Non-cash items:		
Amortization of discount on debt	5,207,362	2,180,931
Decrease (increase) in receivables	14,488,882	(2,890,562)
Increase (decrease) in payables	(8,071,833)	15,235,186
Cash applied to operating transactions	<u>(271,598,554)</u>	<u>(233,909,617)</u>
Investing transactions:		
Repayment of loan	53,938	41,021
Repayment of advances to the General Revenue Fund	342,528,914	—
Advances to the General Revenue Fund	<u>(342,528,914)</u>	<u>—</u>
Cash provided by investing transactions	<u>53,938</u>	<u>41,021</u>
Financing transactions:		
Debt issues (retirement):		
Debentures	33,470,000	—
Alberta Capital Bonds (1989)	342,528,914	—
Alberta Capital Bonds (1988)	(59,298,200)	198,262,892
Alberta Capital Bonds (1987)	(101,922,500)	—
Short-term promissory notes, net	<u>33,046,259</u>	<u>(90,500)</u>
Cash provided by financing transactions	<u>247,824,473</u>	<u>198,172,392</u>
Decrease in cash and marketable securities	<u>(23,720,143)</u>	<u>(35,696,204)</u>
Cash and marketable securities at beginning of year	28,089,678	63,785,882
Cash and marketable securities at end of year	<u><u>\$ 4,369,535</u></u>	<u><u>\$ 28,089,678</u></u>

ALBERTA CAPITAL FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Capital Fund operates under the authority of the Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Short-term money market securities are valued at cost. Cost includes the amount of applicable amortization of discount using the straight-line method over the life of the securities.
- (b) Money borrowed by the Province and deposited in the Fund is reported as debt of the Fund. Discount on debt, which includes issue expenses, is deferred and amortized over the term of the debt.

Note 3 Financial Structure

The Fund finances capital construction projects from money borrowed by the Province and deposited in the Fund.

Expenditures from the Fund are made under the authority of "Appropriation Acts" passed pursuant to section 60.2(6) of the Act.

Section 69(2) of the Act provides that money required in connection with borrowings will be paid from the General Revenue Fund to the extent that sufficient funds are not available in the Fund.

The Fund's debt servicing costs, being interest and amortization of discount on debt and administrative fees and other costs paid to agents less investment income, are funded by contributions from the General Revenue Fund on a current basis. The Fund's requirements for debt retirement are funded by contributions from the General Revenue Fund over a period of years based on amortization of the capital cost of construction projects financed by expenditures made from the Fund.

Salaries, accommodation and other overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Subsequent Events

Subsequent to the year end, the Province issued approximately \$733,500,000 of Alberta Capital Bonds (1990) and \$168,395,000 of twenty year debentures at par. The bonds bear interest at the maximum rate of 12.50% per annum for the first six months and at the minimum rate of 11.0% per annum until maturity on June 1, 1995. The debentures bear interest at the rate of 10.36% to 10.81% per annum. The net proceeds of the issues will be used to finance capital construction projects and debt redemption in the 1990-91 fiscal year.

Note 5 Commitments and Contingencies

Commitments for capital expenditures aggregated approximately \$430,762,000 at March 31, 1990 (1989 \$399,633,000).

Claims pending at March 31, 1990 in respect of various construction projects exceeded amounts expended by approximately \$3,098,000 (1989 \$3,268,000). The resulting loss, if any, from these claims cannot be determined.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA CAPITAL FUND
CASH AND MARKETABLE SECURITIES
MARCH 31, 1990

	1990		1989	
	Book Value	Market Value	Book Value	Market Value
Deposit in the Consolidated Cash Investment Trust Fund	\$4,369,535	\$4,369,535	\$18,108,956	\$18,108,956
Short-term promissory notes:				
Province of Alberta, direct	—	—	9,980,722	9,980,722
	<u>\$4,369,535</u>	<u>\$4,369,535</u>	<u>\$28,089,678</u>	<u>\$28,089,678</u>

Schedule 2

ALBERTA CAPITAL FUND
LOAN
MARCH 31, 1990

	1990	1989
University of Calgary Students' Union		
MacEwan Hall expansion loan (a)	<u>\$2,905,041</u>	<u>\$2,958,979</u>

- (a) The loan bears interest at the rate of 10% per annum calculated annually, matures in the year 2008 and is repayable in monthly instalments of \$28,951 including interest.

Schedule 3

ALBERTA CAPITAL FUND
UNMATURED DEBT
MARCH 31, 1990

	1990		1989	
	Par Value	Book Value	Par Value	Book Value
Alberta Capital Bonds (1987)				
11.25% due June 1, 1990 (a)	\$398,077,500	\$397,857,442	\$500,000,000	\$498,096,395
Alberta Capital Bonds (1988)				
due June 1, 1991 (a) (b)	140,701,800	140,218,629	200,000,000	198,726,120
Alberta Capital Bonds (1989)				
due June 1, 1992 (a) (b)	345,437,000	343,332,882	—	—
Debentures				
9.78% due March 1, 2010	33,470,000	33,470,000	—	—
Short-term promissory notes (c)	<u>35,000,000</u>	<u>34,975,397</u>	<u>—</u>	<u>—</u>
	<u>\$952,686,300</u>	<u>\$949,854,350</u>	<u>\$700,000,000</u>	<u>\$696,822,515</u>

- (a) Redeemable at the option of the holder semi-annually on December 1 and June 1 of each year at par.
- (b) The minimum interest rate payable on the bonds is 11.0% per annum effective June 1, 1990; the maximum interest rate payable for the period from June 1, 1990 to November 30, 1990 is 12.50% per annum.
- (c) Held by the Alberta Heritage Savings Trust Fund (cash and marketable securities).

ALBERTA CAPITAL FUND
EXPENDITURE BY PROGRAM AND SUB-PROGRAM
FOR THE YEAR ENDED MARCH 31, 1990

Vote and Ref. No.	Program Sub-Program	Funds Provided				Total Expended	Unexpended
		Estimates	Special Warrants	Transfers	Authorized		
Advanced Education							
1	Construction of Post-Secondary Education Facilities						
1.1	Universities	\$ 41,911,000	\$ —	\$ —	\$ 41,911,000	\$ 38,356,556	\$ 3,554,444
1.2	Public Colleges	45,795,000	—	—	45,795,000	37,639,203	8,155,797
1.3	Hospital-Based Nursing Education	2,800,000	—	—	2,800,000	1,843,265	956,735
1.4	Technical Institutes	2,520,000	—	—	2,520,000	—	2,520,000
1.5	Provincially Administered Institutions	710,000	—	—	710,000	477,718	232,282
		<u>93,736,000</u>	<u>—</u>	<u>—</u>	<u>93,736,000</u>	<u>78,316,742</u>	<u>15,419,258</u>
Economic Development and Trade							
2	Construction of Economic Development Infrastructure	1,500,000	—	—	1,500,000	1,500,000	—
Public Works, Supply and Services							
3	Construction of Hospitals and Nursing Homes						
3.1	Capital Upgrading	13,162,000	2,000,000	(1,329,000)	13,833,000	13,819,845	13,155
3.2	Medical Referral Centres	18,100,000	7,500,000	993,000	26,593,000	26,564,914	28,086
3.3	Specialized Active Care Facilities	38,000,000	10,500,000	989,000	49,489,000	49,488,761	239
3.4	Community-Based Hospital Facilities	16,600,000	17,500,000	2,761,000	36,861,000	36,860,588	412
3.5	Rural Community-Based Hospital Facilities	4,615,000	700,000	(787,000)	4,528,000	4,527,095	905
3.6	Auxiliary Hospitals	11,700,000	1,300,000	(2,607,000)	10,393,000	8,610,408	1,782,592
3.7	Nursing Homes	3,400,000	1,500,000	(20,000)	4,880,000	4,879,622	378
		<u>105,577,000</u>	<u>41,000,000</u>	<u>—</u>	<u>146,577,000</u>	<u>144,751,233</u>	<u>1,825,767</u>
Public Works, Supply and Services							
4	Construction of Water Development Projects	97,495,000	—	—	97,495,000	97,291,638	203,362
Public Works, Supply and Services							
5	Construction of Government Facilities						
5.1	Culture and Multiculturalism	7,620,000	—	—	7,620,000	7,614,203	5,797
TOTAL 1990		<u>\$ 305,928,000</u>	<u>\$ 41,000,000</u>	<u>\$ —</u>	<u>\$ 346,928,000</u>	<u>\$ 329,473,816</u>	<u>\$ 17,454,184</u>
TOTAL 1989		<u>\$ 308,102,000</u>	<u>\$ 4,000,000</u>	<u>\$ —</u>	<u>\$ 312,102,000</u>	<u>\$ 282,944,453</u>	<u>\$ 29,157,547</u>

ALBERTA CAPITAL FUND
EXPENDITURE BY PROGRAM AND OBJECT
FOR THE YEAR ENDED MARCH 31, 1990

		Funds Provided					
Vote	Program/Object	Estimates	Special Warrants	Transfers	Authorized	Total Expended	Unexpended
Advanced Education							
1	Construction of Post-Secondary Education Facilities						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—
	Grants	93,026,000	—	—	93,026,000	77,839,024	15,186,976
	Purchase of fixed assets	710,000	—	—	710,000	477,718	232,282
	Other	—	—	—	—	—	—
TOTAL 1990		\$ 93,736,000	\$ —	\$ —	\$ 93,736,000	\$ 78,316,742	\$ 15,419,258
TOTAL 1989		\$ 82,986,000	\$ —	\$ —	\$ 82,986,000	\$ 63,816,000	\$ 19,170,000
Economic Development and Trade							
2	Construction of Economic Development Infrastructure						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	—	—	—	—	—	—
	Grants	1,500,000	—	—	1,500,000	1,500,000	—
	Purchase of fixed assets	—	—	—	—	—	—
	Other	—	—	—	—	—	—
TOTAL 1990		\$ 1,500,000	\$ —	\$ —	\$ 1,500,000	\$ 1,500,000	\$ —
TOTAL 1989		\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Public Works, Supply and Services							
3	Construction of Hospitals and Nursing Homes						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	9,400,000	—	(1,400,000)	8,000,000	6,234,160	1,765,840
	Grants	95,877,000	41,000,000	1,350,000	138,227,000	138,182,319	44,681
	Purchase of fixed assets	300,000	—	50,000	350,000	334,754	15,246
	Other	—	—	—	—	—	—
TOTAL 1990		\$ 105,577,000	\$ 41,000,000	\$ —	\$ 146,577,000	\$ 144,751,233	\$ 1,825,767
TOTAL 1989		\$ 158,816,000	\$ —	\$ —	\$ 158,816,000	\$ 150,112,544	\$ 8,703,456
Public Works, Supply and Services							
4	Construction of Water Development Projects						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	97,295,000	—	—	97,295,000	97,259,494	35,506
	Grants	—	—	—	—	—	—
	Purchase of fixed assets	200,000	—	—	200,000	32,144	167,856
	Other	—	—	—	—	—	—
TOTAL 1990		\$ 97,495,000	\$ —	\$ —	\$ 97,495,000	\$ 97,291,638	\$ 203,362
TOTAL 1989		\$ 66,300,000	\$ 4,000,000	\$ —	\$ 70,300,000	\$ 69,015,909	\$ 1,284,091
Public Works, Supply and Services							
5	Construction of Government Facilities						
	Culture and Multiculturalism						
	Salaries, wages and employee benefits	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
	Supplies and services	7,550,000	—	—	7,550,000	7,614,203	(64,203)
	Grants	—	—	—	—	—	—
	Purchase of fixed assets	70,000	—	—	70,000	—	70,000
	Other	—	—	—	—	—	—
TOTAL 1990		\$ 7,620,000	\$ —	\$ —	\$ 7,620,000	\$ 7,614,203	\$ 5,797
TOTAL 1989		\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
FUND TOTAL 1990		\$ 305,928,000	\$ 41,000,000	\$ —	\$ 346,928,000	\$ 329,473,816	\$ 17,454,184
FUND TOTAL 1989		\$ 308,102,000	\$ 4,000,000	\$ —	\$ 312,102,000	\$ 282,944,453	\$ 29,157,547

ALBERTA CAPITAL FUND
EXPENDITURE BY ELEMENT
FOR THE YEAR ENDED MARCH 31, 1990

<u>Vote and Ref. No.</u>	<u>Program/Element</u>	<u>Estimates</u>	<u>Expended</u>
Advanced Education			
1	Construction of Post-Secondary Education Facilities		
1.1	Universities		
1.1.2	University of Alberta	\$ 24,969,000	\$ 15,458,162
1.1.3	University of Calgary	6,725,000	3,679,327
1.1.4	University of Lethbridge	10,217,000	19,219,067
1.2	Public Colleges		
1.2.3	Grande Prairie Regional College	10,000,000	10,000,000
1.2.4	Grant MacEwan Community College	10,500,000	3,708,996
1.2.5	Keyano College	1,300,000	1,300,000
1.2.6	Lakeland College	9,935,000	9,270,207
1.2.7	Lethbridge Community College	5,130,000	5,130,000
1.2.9	Mount Royal College	310,000	310,000
1.2.10	Olds College	8,620,000	7,920,000
1.3	Hospital-Based Nursing Education		
1.3.2	Alberta Hospital Ponoka	1,800,000	1,800,000
1.3.6	University of Alberta Hospitals	1,000,000	43,265
1.4	Technical Institutes		
1.4.1	Northern Alberta Institute of Technology	2,420,000	—
1.4.2	Southern Alberta Institute of Technology	100,000	—
1.5	Provincially Administered Institutions		
1.5.3	Alberta Vocational Centre - Lesser Slave Lake	710,000	477,718
		<u>93,736,000</u>	<u>78,316,742</u>
Economic Development and Trade			
2	Construction of Economic Development Infrastructure		
2.0.1	Daishowa rail infrastructure	<u>1,500,000</u>	<u>1,500,000</u>
Public Works, Supply and Services			
3	Construction of Hospitals and Nursing Homes		
3.1	Capital Upgrading		
3.1.1	Active care hospitals, various	8,400,000	12,738,267
3.1.2	Auxiliary hospitals, various	3,300,000	1,081,578
3.1.3	Nursing homes, various	1,462,000	—
3.2	Medical Referral Centres		
3.2.1	Foothills Provincial General Hospital, Calgary	—	305,402
3.2.2	General Hospital, Calgary	670,000	500,000
3.2.3	Holy Cross Hospital, Calgary	6,260,000	2,926,000
3.2.4	Peter Lougheed General Hospital, Calgary	—	119,726
3.2.7	Charles Camshell Provincial General Hospital, Edmonton	520,000	62,000
3.2.10	Grey Nuns Hospital, Edmonton	—	84,077
3.2.11	Misericordia Hospital, Edmonton	7,850,000	12,286,000
3.2.12	Royal Alexandra Hospitals, Edmonton	1,465,000	4,934,040
3.2.16	Regional Hospital, Lethbridge	440,000	3,657,669
3.2.17	St. Michael's General Hospital, Lethbridge	800,000	500,000
3.2.18	Medicine Hat and District Hospital, Medicine Hat	95,000	1,190,000

Schedule 6 (cont'd)

<u>Vote and Ref. No.</u>	<u>Program/Element</u>	<u>Estimates</u>	<u>Expended</u>
3.3	Specialized Active Care Facilities		
3.3.1	Alberta Children's Provincial General Hospital, Calgary	\$ 8,315,000	\$ 9,869,734
3.3.2	Alberta Hospital Edmonton	250,000	162,000
3.3.3	Cross Cancer Institute, Edmonton	4,900,000	4,987,445
3.3.4	Glenrose Rehabilitation Hospital, Edmonton	18,500,000	26,516,000
3.3.5	Northern Alberta Children's Hospital, Edmonton	115,000	552,307
3.3.6	Alberta Hospital Ponoka	5,920,000	7,401,275
3.4	Community-Based Hospital Facilities		
3.4.6	St. Mary's Hospital, Camrose	1,900,000	126,475
3.4.11	Health Care Centre, Coaldale	340,000	—
3.4.16	Regional Health Centre, Drumheller	35,000	—
3.4.17	St. John's Health Centre, Edson	185,000	—
3.4.18	General Hospital, Fairview	180,000	80,000
3.4.19	General Hospital, Fort Saskatchewan	1,000,000	1,945,000
3.4.22	Health Care Centre, Hanna	220,000	182,000
3.4.27	General Hospital, Lacombe	100,000	—
3.4.28	Archer Memorial Hospital, Lamont	270,000	58,047
3.4.29	General Hospital, Leduc	—	183,740
3.4.31	General Hospital, McLennan	85,000	—
3.4.36	Municipal Hospital, Pincher Creek	130,000	112,000
3.4.38	Municipal Hospital, Raymond	1,030,000	—
3.4.39	Ambulatory Care Centre, Red Earth	805,000	73,500
3.4.42	Sturgeon General Hospital, St. Albert	4,000,000	11,838,000
3.4.43	St. Paul Hospital, St. Paul	100,000	215,076
3.4.45	General Hospital, Slave Lake	425,000	853,400
3.4.47	Central Peace General Hospital, Spirit River	205,000	141,000
3.4.49	Municipal Hospital, Stony Plain	115,000	52,350
3.4.52	St. Joseph's General Hospital, Vegreville	55,000	—
3.4.53	General Hospital, Wabasca	20,000	—
3.4.55	Immaculata Hospital, Westlock	200,000	200,000
3.4.56	General Hospital, Wetaskiwin	5,200,000	20,800,000
3.5	Rural Community-Based Hospital Facilities		
3.5.1	General Hospital, Bashaw	240,000	258,070
3.5.2	General Hospital, Bassano	100,000	33,649
3.5.4	General Hospital, Bentley	50,000	57,500
3.5.5	Oilfield General Hospital, Black Diamond	—	420,000
3.5.11	Our Lady of the Rosary Hospital, Castor	80,000	16,680
3.5.16	General Hospital, Daysland	330,000	165,000
3.5.19	Municipal Hospital, Eckville	270,000	340,000
3.5.21	Municipal Hospital, Elk Point	175,000	91,328
3.5.28	General Hospital, Galahad	40,000	14,000
3.5.35	General Hospital, Hinton	90,000	81,322
3.5.43	General Hospital, Magrath	235,000	51,000
3.5.47	General Hospital, Mayerthorpe	1,065,000	1,367,449
3.5.48	Border Counties General Hospital, Milk River	50,000	47,712
3.5.56	Ambulatory Care Centre, Rainbow Lake	850,000	1,192,000
3.5.64	Health Care Centre, Three Hills	215,000	71,000
3.5.65	Health Centre, Tofield	90,000	—
3.5.69	Health Centre, Valleyview	500,000	171,385
3.5.70	Health Care Complex, Vermilion	115,000	115,000
3.5.75	General Hospital, Whitecourt	120,000	34,000

Schedule 6 (cont'd)

<u>Vote and Ref. No.</u>	<u>Program/Element</u>	<u>Estimates</u>	<u>Expended</u>
3.6	Auxiliary Hospitals		
3.6.6	Cross Bow Auxiliary Hospital, Calgary	\$ 600,000	\$ 231,000
3.6.7	Glenmore Park Auxiliary Hospital, Calgary	300,000	543,079
3.6.9	Bethany Auxiliary Hospital, Camrose	300,000	303,400
3.6.10	Rosehaven Care Centre, Camrose	6,800,000	4,730,082
3.6.15	Claresholm Care Centre, Claresholm	450,000	178,316
3.6.16	Willow Creek Claresholm Auxiliary Hospital	10,000	75,000
3.6.21	Allen Gray Auxiliary Hospital, Edmonton	20,000	23,427
3.6.22	Chinatown Multi-Level Care Centre, Edmonton	165,000	266,000
3.6.26	Norwood Extended Care Centre, Edmonton	230,000	121,850
3.6.27	St. Joseph's Hospital, Edmonton	400,000	397,400
3.6.29	Shepherd's Care Foundation Centre, Edmonton	195,000	—
3.6.36	Auxiliary Hospital, Lloydminster	270,000	100,000
3.6.37	Auxiliary Hospital, Manning	140,000	205,700
3.6.38	Raymond Home, Raymond	1,700,000	1,404,929
3.6.42	Strathcona Long Term Care Facility, Sherwood Park	120,000	30,225
3.7	Nursing Homes		
3.7.18	Nursing Home, Innisfail	240,000	1,120,000
3.7.26	West Park Nursing Home, Red Deer	205,000	9,572
3.7.27	Nursing Home, Rimbey	2,300,000	3,500,000
3.7.28	Nursing Home, Rocky Mountain House	235,000	162,665
3.7.30	Nursing Home, Thorhild	140,000	—
3.7.31	Nursing Home, Vegreville	280,000	87,385
		<u>105,577,000</u>	<u>144,751,233</u>
Public Works, Supply and Services			
4	Construction of Water Development Projects		
4.0.1	Little Bow Reservoir, Champion	5,300,000	886,072
4.0.2	Milk River Reservoir, Milk River	400,000	—
4.0.3	Oldman River Dam, Pincher Creek	90,495,000	96,284,779
4.0.4	Pine Coulee Reservoir, Stavelly	1,300,000	120,787
		<u>97,495,000</u>	<u>97,291,638</u>
Public Works, Supply and Services			
5	Construction of Government Facilities		
5.1	Culture and Multiculturalism		
5.1.1	Remington-Alberta Carriage Centre, Cardston	1,470,000	2,174,977
5.1.2	Reynolds-Alberta Museum, Wetaskiwin	6,150,000	5,439,226
		<u>7,620,000</u>	<u>7,614,203</u>
		<u>\$305,928,000</u>	<u>\$329,473,816</u>

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Heritage Foundation for Medical Research Endowment Fund as at March 31, 1990 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 2, 1990

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash (Note 3)	\$ 51,471,499	\$ 30,509,997
Accrued interest and accounts receivable	9,877,648	10,372,058
Investments, Schedule 1	424,175,904	418,315,230
	<u>\$485,525,051</u>	<u>\$459,197,285</u>
LIABILITIES, ENDOWMENT AND RETAINED EARNINGS		
Liabilities:		
Accounts Payable	\$ 155	\$ 105
Endowment (Note 5)	300,000,000	300,000,000
Retained earnings (Note 5)	185,524,896	159,197,180
	<u>\$485,525,051</u>	<u>\$459,197,285</u>

The accompanying notes are part
of these financial statements.

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Income:		
Investment income	\$ 51,626,500	\$ 50,753,732
Net gain on disposals of investments	1,446,251	981,083
Amortization of deferred realized gains and losses on investments	2,367,644	2,483,753
Write down of investments and provision for decline in market value	(612,679)	(854,363)
Net income (Note 4)	54,827,716	53,364,205
Retained earnings at beginning of year	159,197,180	139,832,975
	<u>214,024,896</u>	<u>193,197,180</u>
Transfer to the Alberta Heritage Foundation for Medical Research	28,500,000	34,000,000
Retained earnings at end of year	<u>\$185,524,896</u>	<u>\$159,197,180</u>

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Net income	\$ 54,827,716	\$ 53,364,205
Non-cash items included in net income	(15,730,164)	(15,006,046)
Decrease (increase) in receivables	494,410	(91,948)
Increase (decrease) in payables	50	(2,375)
Cash provided by operating transactions	<u>39,592,012</u>	<u>38,263,836</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	110,504,793	104,916,852
Investments	(100,982,919)	(104,859,947)
Deferred realized gains and losses on investments	347,616	2,541,607
Cash provided by investing transactions	<u>9,869,490</u>	<u>2,598,512</u>
Transfer to the Alberta Heritage Foundation for Medical Research	(28,500,000)	(34,000,000)
Increase in cash	20,961,502	6,862,348
Cash at beginning of year	30,509,997	23,647,649
Cash at end of year	<u>\$ 51,471,499</u>	<u>\$ 30,509,997</u>

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Heritage Foundation for Medical Research Endowment Fund operates under the authority of the Alberta Heritage Foundation for Medical Research Act, Chapter A-26, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

- (a) Bonds, bond coupons and residuals, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

- (a) Common and preferred shares, warrants, pooled equity trust units and short-term money market securities are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (b) The cost of investments includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

- (c) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (d) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

Note 3 Cash

	<u>1990</u>	<u>1989</u>
Deposit in the Consolidated Cash Investment Trust Fund	\$50,982,723	\$30,357,456
U.S. dollar bank accounts	488,776	152,541
	<u>\$51,471,499</u>	<u>\$30,509,997</u>

Note 4 Segmented Information

Segmented information on net income is as follows:

	<u>1990</u>	<u>1989</u>
Cash and money market securities	\$ 5,667,421	\$ 4,420,884
Bonds, bond coupons and residuals (a)	42,311,488	42,935,217
Mortgages	3,354,950	3,224,799
Common and preferred shares, warrants and pooled equity trust units	4,543,731	3,170,267
Real estate	(1,049,874)	(386,962)
	<u>\$54,827,716</u>	<u>\$53,364,205</u>

- (a) Includes \$377,578 (1989 \$351,458) income from investments in Province of Alberta funds and agencies.

Note 5 Endowment

The endowment was received from the Alberta Heritage Savings Trust Fund on March 31, 1980. The Alberta Heritage Foundation for Medical Research Act provides that money required by the Foundation for the furtherance of its objects shall be paid from the Fund, but no money shall be paid out of the Fund if the payment would result in the value of the assets of the Fund, at cost, being less than the endowment received by the Fund.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

ALBERTA HERITAGE FOUNDATION FOR MEDICAL
RESEARCH ENDOWMENT FUND
INVESTMENTS
MARCH 31, 1990

	1990			1989	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	\$164,469,000	\$172,182,412	\$170,748,743	\$178,452,672	\$186,072,660
Provincial:					
Alberta, direct and guaranteed	3,500,000	3,506,088	3,159,163	3,504,606	3,237,678
Other, direct and guaranteed	12,300,000	12,022,151	11,080,378	8,668,956	8,359,937
Municipal	750,000	752,014	705,000	752,703	711,750
Corporate	14,736,087	14,809,862	14,794,402	15,318,039	15,754,030
Corporate, convertible	375,000	375,000	375,000	1,200,569	1,229,153
Mid-term money market securities:					
Participating certificates	11,780,000	11,780,000	11,807,560	11,500,000	11,100,009
Promissory notes	1,000,000	999,238	968,000	1,998,529	1,932,500
Mortgages	32,696,640	32,511,499	32,641,278	28,264,417	28,817,575
Bond coupons and residuals:					
Government of Canada, direct		105,464,717	89,620,062	107,552,679	98,389,688
Province of Alberta, guaranteed		276,247	246,351	230,151	231,300
Deferred unamortized realized gains and losses		(4,922,561)	—	(6,942,589)	—
		<u>349,756,667</u>	<u>336,145,937</u>	<u>350,500,732</u>	<u>355,836,280</u>
Short-term money market securities (a):					
Treasury bills:					
Government of Canada		4,071,740	4,071,740	4,169,658	4,169,658
Pooled cash fund units		1,670,321	1,670,321	2,697,559	2,697,559
Promissory notes		—	—	723,854	723,854
Common and preferred shares, warrants and pooled equity trust units:					
Quoted securities		61,758,830	82,777,130	51,943,432	68,906,258
Unquoted securities (b)		6,918,346	7,461,084	6,229,987	6,655,464
Real estate		—	—	2,050,008	2,050,008
		<u>\$424,175,904</u>	<u>\$432,126,212</u>	<u>\$418,315,230</u>	<u>\$441,039,081</u>

(a) The market value of short-term money market securities is estimated to approximate cost.

(b) The market value of unquoted common and preferred shares and warrants is estimated by management appraisal.

ALBERTA HERITAGE SAVINGS TRUST FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income, Retained Earnings, Transfers, Amounts Expended
and Fund Equity
Statement of Changes in Financial Position
Capital Projects Division, Statement of Amounts Expended
Notes to the Financial Statements
Schedule of Cash and Marketable Securities
Schedule of Canada Investment Division Investments
Schedule of Alberta Investment Division Investments
Schedule of Commercial Investment Division Investments
Schedule of Capital Projects Division Investments - Assets
Schedule of Capital Projects Division Investments - Deemed Assets

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Heritage Savings Trust Fund as at March 31, 1990 and the statements of income, retained earnings, transfers, amounts expended and fund equity, changes in financial position and Capital Projects Division amounts expended for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

The practice of including deemed assets and deemed equity represented by deemed assets on the balance sheet is not appropriate nor is the presentation in accordance with generally accepted accounting principles. Deemed assets represent amounts expended which are not recoverable by the Fund and where assets do exist, they belong to other organizations. Although it has been interpreted by management that the Alberta Heritage Savings Trust Fund Act requires the disclosure of deemed assets on the balance sheet, the financial position of the Fund would be better understood if the deemed assets and deemed equity represented by deemed assets which both amount to \$3,047,073,000 were not included.

In my opinion, except that the inclusion of deemed assets and deemed equity represented by deemed assets on the balance sheet is not appropriate as explained in the preceding paragraph, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations, the changes in its financial position and the amounts expended within the Capital Projects Division for the year then ended, in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 9, 1990

ALBERTA HERITAGE SAVINGS TRUST FUND
BALANCE SHEET
MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash and marketable securities, Schedule 1	\$ 3,161,613	\$ 2,840,754
Accrued interest and accounts receivable	332,191	296,819
Due from the General Revenue Fund	37,929	2,297
Canada Investment Division investments, Schedule 2	1,306,052	1,387,914
Alberta Investment Division investments, Schedule 3	6,932,662	7,397,310
Commercial Investment Division investments, Schedule 4	316,133	286,671
Capital Projects Division investments, Schedule 5	199,994	199,995
	<u>\$12,286,574</u>	<u>\$12,411,760</u>
DEEMED ASSETS		
Capital Projects Division investments, Schedule 6	\$ 3,047,073	\$ 2,913,373
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	\$ 22,075	\$ 13,561
Fund equity	12,264,499	12,398,199
	<u>\$12,286,574</u>	<u>\$12,411,760</u>
DEEMED EQUITY REPRESENTED BY DEEMED ASSETS	<u>\$ 3,047,073</u>	<u>\$ 2,913,373</u>

The accompanying notes are part
of these financial statements.

ALBERTA HERITAGE SAVINGS TRUST FUND
STATEMENT OF INCOME, RETAINED EARNINGS,
TRANSFERS, AMOUNTS EXPENDED AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Income and Retained Earnings:		
Investment income before the undernoted	\$ 1,248,642	\$ 1,241,000
Net gain on disposals of investments	5,144	12,166
Write-down of investments	(8,460)	—
Net investment income (Note 4)	1,245,326	1,253,166
Administrative expenses (Note 5)	888	947
Net income	1,244,438	1,252,219
Transfers to the General Revenue Fund (Note 6)	1,244,438	1,252,219
Net increase in retained earnings	—	—
Retained earnings at beginning and end of year	<u>3,262,247</u>	<u>3,262,247</u>
Transfers from the General Revenue Fund:		
Cumulative non-renewable resource revenue transfers at beginning and end of year (Note 7)	<u>12,049,325</u>	<u>12,049,325</u>
Amounts expended under the Capital Projects Division:		
Amounts expended during the year	(133,700)	(155,010)
Cumulative amounts expended at beginning of year	(2,913,373)	(2,758,363)
Cumulative amounts expended at end of year	(3,047,073)	(2,913,373)
Fund equity at end of year	<u><u>\$12,264,499</u></u>	<u><u>\$12,398,199</u></u>

ALBERTA HERITAGE SAVINGS TRUST FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Net income	\$1,244,438	\$1,252,219
Non-cash items included in net income	(3,019)	(17,855)
Decrease (increase) in receivables	(71,004)	11,091
Increase in payables	8,514	4,917
Cash provided by operating transactions	<u>1,178,929</u>	<u>1,250,372</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments:		
Canada Investment Division	83,300	83,300
Alberta Investment Division	853,380	603,800
Energy Investment Division	—	1,250
Commercial Investment Division	96,185	128,992
Capital Projects Division	1	1
Investments:		
Alberta Investment Division	(388,559)	(482,583)
Commercial Investment Division	(124,239)	(134,908)
Cash provided by investing transactions	<u>520,068</u>	<u>199,852</u>
Transfers and amounts expended:		
Transfers to the General Revenue Fund	(1,244,438)	(1,252,219)
Capital Projects Division amounts expended	(133,700)	(155,010)
Cash applied to transfers and amounts expended	<u>(1,378,138)</u>	<u>(1,407,229)</u>
Increase in cash and marketable securities	320,859	42,995
Cash and marketable securities at beginning of year	<u>2,840,754</u>	<u>2,797,759</u>
Cash and marketable securities at end of year	<u><u>\$3,161,613</u></u>	<u><u>\$2,840,754</u></u>

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION
STATEMENT OF AMOUNTS EXPENDED
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

Department/Project	Amounts Authorized	Amounts Expended	Unexpended
Advanced Education			
Clinical Research Building	\$ 3,532	\$ 3,532	\$ —
Agriculture			
Farming For The Future	5,000	4,770	230
Irrigation Rehabilitation and Expansion	25,000	24,896	104
Private Irrigation Water Supply	1,800	192	1,608
Energy			
Alberta Oil Sands Technology and Research Authority	5,151	5,151	—
Renewable Energy Research	500	77	423
Environment			
Irrigation Headworks and Main Irrigation Systems Improvement	39,837	37,262	2,575
Land Reclamation	2,480	2,408	72
Executive Council			
Occupational Health and Safety Research and Education	1,380	1,318	62
Health			
Applied Cancer Research	2,800	2,690	110
Public Works, Supply and Services			
Capital City Recreation Park	800	781	19
Walter C. Mackenzie Health Sciences Centre	1,600	1,600	—
Recreation and Parks			
Municipal Recreation/Tourism Areas	4,000	3,340	660
Urban Park Development	1,000	925	75
Technology, Research and Telecommunications			
Individual Line Service	46,358	45,997	361
	<u>\$141,238</u>	<u>134,939</u>	<u>\$6,299</u>
Recovery of amounts expended in previous years:			
Fish Creek Provincial Park (Land)		(1,130)	
Irrigation Headworks and Main Irrigation Systems Improvement		(77)	
Occupational Health and Safety Research and Education		(26)	
Irrigation Rehabilitation and Expansion		(5)	
Kananaskis Country Recreation Development		(1)	
		<u>\$133,700</u>	

ALBERTA HERITAGE SAVINGS TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Heritage Savings Trust Fund operates under the authority of the Alberta Heritage Savings Trust Fund Act, Chapter A-27, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles, except as follows:

- (a) The investment in Alberta Energy Company Ltd., which represents 35% of the total number of issued and outstanding voting shares of the company, included in the Alberta Investment Division is valued at cost. Income is recognized only to the extent that dividends are received or receivable. The book value of the investment is not adjusted for the Fund's pro rata share of retained earnings of the company.
- (b) Capital Projects Division investments represent the aggregate net amount expended from November 4, 1976 to March 31, 1990 under the authority of "Appropriation Acts" passed pursuant to section 6(2)(a) of the Alberta Heritage Savings Trust Fund Act. These investments are deemed to be assets of the Trust Fund with a value equal to the net amounts expended pursuant to section 6(8)(a) of the Alberta Heritage Savings Trust Fund Act (see Note 3). Amounts expended to acquire financial assets are shown separately as assets of the Fund. Amounts expended, not recoverable by the Fund, are included in the determination of Fund equity and are shown as deemed assets on the balance sheet.

(ii) Other significant accounting policies are as follows:

- (a) Securities included in the Canada Investment Division, the Alberta Investment Division and the Commercial Investment Division are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the securities.
- (b) The participation in joint ventures, included in the Alberta Investment Division, is accounted for on the equity basis.
- (c) Bonds, bond coupons and residuals, mortgages and mid-term money market securities included in marketable securities are valued at cost or market value, whichever is lower, on an aggregate basis. Short-term money market securities are valued at cost. Cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the securities.
- (d) The cost of disposals is determined on the average cost basis. Gains and losses arising as a result of disposals and any change in the provision to adjust the cost of marketable securities to the lower of cost or market value, on an aggregate basis, are included in the determination of net investment income.
- (e) Investment income is recorded on the accrual basis where there is reasonable assurance as to its measurement and collectability.
- (f) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.
- (g) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

Note 3 Compliance Information

The Investment Divisions shown on the balance sheet were established pursuant to section 6 of the Alberta Heritage Savings Trust Fund Act. Investments made under each of the Capital Projects Division and the Canada Investment Division are limited to 25% and 20% of the assets of the Trust Fund respectively. For the purpose of determining the assets of the Trust Fund to which these percentage limitations apply, the Act provides that investments in the Capital Projects Division shall be deemed to be assets of the Trust Fund with a value equal to the net amounts expended, while all other assets of the Trust Fund shall be valued at book value. Compliance information with respect to these statutory limits is provided in the table below.

REGULATED FUNDS

	<u>1990</u>	<u>% of Assets</u>	<u>1989</u>	<u>% of Assets</u>
Capital Projects				
Division investments:				
Schedule 5	\$ 199,994,000		\$ 199,995,000	
Schedule 6	<u>3,047,073,000</u>		<u>2,913,373,000</u>	
	3,247,067,000	21	3,113,368,000	20
Canada Investment				
Division investments:				
Schedule 2	1,306,052,000	9	1,387,914,000	9
Other assets	<u>10,758,453,000</u>	<u>70</u>	<u>10,810,290,000</u>	<u>71</u>
	<u>\$15,311,572,000</u>	<u>100</u>	<u>\$15,311,572,000</u>	<u>100</u>

Note 4 Segmented Information

Segmented information on net investment income is as follows:

	<u>1990</u>	<u>1989</u>
Cash and marketable securities (a)	\$ 306,009,000	\$ 271,620,000
Canada Investment Division investments	165,003,000	172,639,000
Alberta Investment Division investments (b)	751,049,000	762,950,000
Energy Investment Division investments	—	29,000
Commercial Investment Division investments	17,674,000	35,064,000
Capital Projects Division investments	<u>5,591,000</u>	<u>10,864,000</u>
	<u>\$1,245,326,000</u>	<u>\$1,253,166,000</u>

(a) Includes \$134,583,000 (1989 \$65,010,000) income from investments in Province of Alberta funds and agencies.

(b) Includes \$705,068,000 (1989 \$740,103,000) income from investments in Province of Alberta funds and agencies.

Note 5 Administrative Expenses

	<u>1990</u>	<u>1989</u>
Expenses paid directly from the Fund pursuant to section 11(1) of the Alberta Heritage Savings Trust Fund Act	\$116,000	\$130,000
Other administrative expenses estimated and charged to the Fund pursuant to section 11(2) of the Alberta Heritage Savings Trust Fund Act	<u>772,000</u>	<u>817,000</u>
	<u>\$888,000</u>	<u>\$947,000</u>

Administrative expenses for the year ended March 31, 1990 relating to investments in joint ventures estimated at \$761,000 (1989 \$566,000) are not included in other administrative expenses but are reflected in results of operations of the projects for the year.

Note 6 Transfers to the General Revenue Fund

All of the net income of the Fund has been transferred to the General Revenue Fund pursuant to section 4(2) of the Alberta Heritage Savings Trust Fund Act.

Note 7 Non-renewable Resource Revenue Transfer

None of the non-renewable resource revenue received by the Province was transferred to the Alberta Heritage Savings Trust Fund during the 1989-90 fiscal year (1989 \$Nil).

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HERITAGE SAVINGS TRUST FUND
CASH AND MARKETABLE SECURITIES
MARCH 31, 1990

	1990		1989	
	Cost	Market Value	Cost	Market Value
	(thousands of dollars)			
Bonds:				
Government of Canada, direct and guaranteed	\$ 223,785	\$ 217,353	\$ 111,449	\$ 109,914
Provincial:				
Alberta, direct and guaranteed	219,998	211,149	2,866	2,859
Other, direct and guaranteed	65,795	64,171	45,087	44,369
Municipal	969	950	942	940
Corporate	39,171	37,180	—	—
	<u>549,718</u>	<u>530,803</u>	<u>160,344</u>	<u>158,082</u>
Bond coupons and residuals:				
Government of Canada, direct	61,427	59,316	48,292	47,376
Province of Alberta, guaranteed	1,059	1,015	1,737	1,706
	<u>62,486</u>	<u>60,331</u>	<u>50,029</u>	<u>49,082</u>
Mortgages	<u>9,476</u>	<u>9,008</u>	<u>—</u>	<u>—</u>
Mid-term money market securities:				
Certificates of deposit and guaranteed investment certificates	125,171	121,076	59,502	58,713
Bankers' acceptances	55,194	53,324	25,244	25,274
Promissory notes	90,127	87,693	25,071	24,594
	<u>270,492</u>	<u>262,093</u>	<u>109,817</u>	<u>108,581</u>
Short-term money market securities (a):				
Treasury bills:				
Government of Canada	494,872	494,872	1,011,817	1,011,817
Provincial	—	—	18,404	18,404
Promissory notes:				
Province of Alberta	1,067,279	1,067,279	389,048	389,048
Other	109,812	109,812	225,629	225,629
Bankers' acceptances	462,393	462,393	474,068	474,068
Bearer deposit notes	65,569	65,569	209,989	209,989
Certificates of deposit and guaranteed investment certificates	17,000	17,000	28,000	28,000
Fully hedged deposit receipts	—	—	88,838	88,838
	<u>2,216,925</u>	<u>2,216,925</u>	<u>2,445,793</u>	<u>2,445,793</u>
Deposit in the Consolidated Cash Investment Trust Fund				
	82,453	82,453	79,216	79,216
	<u>\$3,191,550</u>	<u>\$3,161,613</u>	<u>\$2,845,199</u>	<u>\$2,840,754</u>

(a) The market value of short-term money market securities is estimated to approximate cost.

ALBERTA HERITAGE SAVINGS TRUST FUND
CANADA INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1990

	1990 Par Value	Cost	
		1990	1989
		(thousands of dollars)	
Debentures (a):			
Province of Manitoba	\$ 110,000	\$ 109,825	\$ 109,651
Province of New Brunswick	147,000	145,897	170,758
New Brunswick Electric Power Commission	85,000	84,045	133,913
Province of Newfoundland	50,000	49,811	49,787
Newfoundland and Labrador Hydro	150,000	148,740	148,612
Newfoundland Municipal Financing Corporation	66,400	65,951	67,601
Province of Nova Scotia	210,000	208,040	207,844
Nova Scotia Municipal Finance Corporation	34,450	34,341	38,916
Nova Scotia Power Corporation	100,000	99,231	99,149
Province of Prince Edward Island	57,000	56,300	58,233
Hydro-Quebec	310,000	303,871	303,450
	<u>\$1,319,850</u>	<u>\$1,306,052</u>	<u>\$1,387,914</u>

- (a) Debentures bear interest rates from 9.50% to 16.375% with maturity dates from December 19, 1990 to July 15, 2005. The debentures are redeemable by a single payment of the full principal sum on maturity.

ALBERTA HERITAGE SAVINGS TRUST FUND
ALBERTA INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1990

	1990	1989
	(thousands of dollars)	
Provincial corporation debentures (a):		
Alberta Agricultural Development Corporation	\$ 999,188	\$1,033,380
Alberta Government Telephones Commission	998,946	1,098,774
Alberta Mortgage and Housing Corporation	2,925,905	3,134,070
Alberta Municipal Financing Corporation	710,000	780,000
Alberta Opportunity Company	156,693	163,800
Province of Alberta promissory notes	—	150,000
Corporate debentures:		
Millar Western Pulp Ltd.		
Participating debenture (b)	120,000	120,000
NOVA Corporation of Alberta Ltd.		
Adjustable rate convertible subordinate debentures (c)	150,000	150,000
Ridley Grain Ltd.		
11% participating first mortgage bonds (d)	133,976	133,976
Common shares:		
Alberta Energy Company Ltd. (e)	159,263	117,346
Canadian Western Bank	1,600	1,600
NOVA Corporation of Alberta Ltd.	24,533	—
Participation in joint ventures:		
Lloydminster Bi-provincial Upgrader Project (f)	29,763	2,417
OSLO Oil Sands Project (g)	3,990	—
Syncrude Project (h)	518,805	511,947
	<u>\$6,932,662</u>	<u>\$7,397,310</u>

- (a) Provincial corporation debentures bear interest rates from 8.06% to 18.05% with maturity dates from April 15, 1990 to March 30, 2015. Interest rates on Alberta Government Telephones Commission and Alberta Municipal Financing Corporation debentures are fixed to maturity and redemption is by a single payment of the full principal sum on maturity. In general the interest rates on the other provincial corporation debentures are fixed for a five year period only and repayment is by annual instalments of the principal sum over the life of the debenture. The Provincial Treasurer may permit all or part of the other provincial corporation debentures to be redeemed by the issuer prior to maturity without penalty.

During the year debentures amounting to \$96,902,000 (1989 \$41,598,000) were redeemed prior to maturity.

In July 1990, the Legislature passed the Alberta Government Telephones Reorganization Act. The Act authorizes the holding company (TELUS) to issue common shares to the public. Under the proposed reorganization TELUS will acquire all of the assets of the Alberta Government Telephones Commission (Commission), and the Fund will acquire common shares of TELUS in exchange for the Commission's debentures. On August 8, 1990, the Province filed a preliminary prospectus with the securities commissions in Canada offering to sell up to 60% of its holdings of TELUS common shares to the public. The reorganization is subject to the completion of the share offering on or about September 28, 1990. The acquisitions and disposals of TELUS common shares as a result of the proposed reorganization will have no effect on Fund equity.

In August 1990, the Alberta Mortgage and Housing Corporation announced completion of the sale of the Corporation's single family mortgage portfolio. Proceeds of approximately \$607 million from the sale will be used to prepay debentures held by the Fund.

- (b) The Province's contractual obligations to invest monies in a participating debenture of Millar Western Pulp Ltd. have been met up to the maximum authorized to be paid from the Fund. The monies have been used to finance a project to construct a pulp mill at Whitecourt, Alberta. Under the terms of the debenture, prior to repayment by the company of its bank construction loan, the Fund participates in 80% of the company's available cash flow, increasing thereafter to 90% when the company's bank construction loan is repaid. All participation payments are to be applied first in principal repayment and second in payment of interest as defined in the debenture. No interest is due until the full principal amount has been repaid. The principal is repayable over a period not exceeding fifteen years from the completion of the project or July 31, 2004, whichever is the earlier. The debenture is deemed to be repaid at any date prior to maturity (the prepayment date) if the sum of the advances made under the participating debenture, compounded at a rate of 10% per annum from the date of advance to the prepayment date, equals the sum of the participation payments received, compounded at a rate of 10% per annum from the date of receipt to the prepayment date. No interest has been accrued to March 31, 1990. Income from the debenture will be recognized to the extent that interest is received.

- (c) The debentures are convertible at the Fund's option into common shares of the company on or before the earlier of February 15, 2008 or one business day prior to redemption, at a conversion price of \$10.70 per share, subject to adjustment on the occurrence of certain events as defined in the debentures. Interest is payable semi-annually at a rate equal to the greater of 6.25% per annum and the dividend yield per annum based on dividends paid in the previous six months and the conversion price, plus 1%. If the conversion price is adjusted to \$11.45 per share by the company on or after February 15, 1993, interest will be fixed at the rate of 7.5% per annum thereafter. The company may elect to pay interest in common shares of the company.

The debentures are redeemable at the company's option, at the principal amount plus accrued interest on or after February 15, 1993.

The debentures mature on February 15, 2008, or as may be mutually agreed between the company and the Province. At the option of the company, the principal amount of the debentures may be repaid by common shares of the company at the average closing price of the common shares on the Toronto Stock Exchange for the 30 trading days prior to the maturity date.

- (d) The Province's contractual obligations to invest monies in participating first mortgage bonds of Ridley Grain Ltd. have been met up to the maximum authorized to be paid from the Fund. The monies have been used to finance the construction of a grain terminal at Ridley Island, Prince Rupert, British Columbia. Under the terms of the debenture, prior to completion of the project, interest on the bonds is capitalized and compounded annually; thereafter interest is compounded semi-annually and payable annually and any shortfall is to be capitalized. The principal, including capitalized interest, is repayable on or before July 31, 2015. Income from the bonds is recognized to the extent that interest is received.

The Fund's investment in the Project at March 31, 1990 includes capitalized interest of \$27,726,000 (1989 \$27,726,000).

- (e) Pursuant to section 19(1) of the Alberta Energy Company Act, the Province may not hold more than 50% of the voting shares of the company and the aggregate amount that the Province may have invested in the company at any time, or be committed to invest, in common shares shall not exceed \$250 million as the purchase price thereof. At March 31, 1990 the Fund held 23,207,640 common shares of the company (1989 20,959,860 common shares) representing 35% (1989 35%) of the total number of issued and outstanding voting shares of the company.

The company reported retained earnings at December 31, 1989 of \$228,800,000 (1988 \$220,700,000).

- (f) Authorization has been given to pay from the Fund the Province's share of equity contributions under the Joint Venture Agreement to construct and operate a Bi-provincial Upgrader in Lloydminster, Saskatchewan. As a 22.5% Class A and a 33.33% Class B participant in the joint venture, the Fund is obligated to contribute to the capital costs of the project in proportion to its participating interests, up to a maximum aggregate amount of approximately \$305 million. Equity contributions to the joint venture do not bear interest and are repayable only from the Fund's share of net operating revenue generated from the operations of the upgrader, after completion of its construction in December, 1992.

Under the terms of the Agreement, prior to Husky Oil Operations Ltd. (a 25% Class A and a 33.33% Class B participant) achieving an after-tax stand alone nominal rate of return of 10% on the excess of its Class A equity contributions over its initial equity of \$100 million, and assuming the Province of Saskatchewan has not exercised its option to acquire all of the Class B Participating Interests of the other joint venturers, Husky is entitled to approximately 53.33% and the Fund to approximately 16.19% of the net operating revenue of the venture, as defined in the Agreement. The Fund's participation in the project is summarized hereunder:

	1990	1989
Balance at beginning of year	\$ 2,417,000	\$ —
Equity contributions	<u>27,346,000</u>	<u>2,417,000</u>
Balance at end of year	<u>\$29,763,000</u>	<u>\$2,417,000</u>

- (g) Authorization has been given to pay from the Fund the Province's share of equity contributions under the OSLO Operating Agreement (1981) and any construction, ownership and operation agreement entered into by the Province with respect to its participating interest in the OSLO Oil Sands Project. As a 10% participant in the Project, the Fund is obligated to contribute to the development costs of the project in proportion to its participating interests, estimated to amount to approximately \$439 million to 'production start-up'. The necessary engineering studies will be completed by the participants such that a decision on whether to proceed with the project can be made no later than December 31, 1991. In the event a decision is made not to proceed, the project costs incurred to that date would then be written off. The Fund's participation in the project is summarized hereunder:

	1990	1989
Balance at beginning of year	\$ —	\$ —
Equity contributions	<u>3,990,000</u>	<u>—</u>
Balance at end of year	<u>\$3,990,000</u>	<u>\$ —</u>

- (h) Authorization has been given to pay from the Fund the Province's share of construction and operating costs incurred under the Syncrude Project Ownership and Management Agreement. As a 16.74% participant in the project the Fund is, as lessee, entitled to its proportionate share of all substances produced subject to the liabilities to the Province of Alberta, as lessor, in accordance with the Alberta Crown Agreement. The Fund's participation in the project is summarized hereunder:

	1990	1989
Balance at beginning of year	\$511,947,000	\$508,928,000
Advances	181,274,000	172,859,000
Repayments	(196,953,000)	(166,763,000)
Net profit (loss) for the year	<u>22,537,000</u>	<u>(3,077,000)</u>
Balance at end of year	<u>\$518,805,000</u>	<u>\$511,947,000</u>

ALBERTA HERITAGE SAVINGS TRUST FUND
COMMERCIAL INVESTMENT DIVISION INVESTMENTS
MARCH 31, 1990

	1990		1989	
	Cost	Market Value	Cost	Market Value
	(thousands of dollars)			
Canadian equities (a):				
Common shares (b):				
Communications and media	\$ 15,766	\$ 34,076	\$ 15,773	\$ 40,124
Consumer products	16,830	41,650	19,571	40,653
Financial services	34,841	41,838	29,326	34,440
Gold and silver	20,508	42,511	15,943	31,579
Industrial products	34,313	50,787	24,936	46,403
Management companies	8,963	27,590	8,963	28,049
Merchandising	18,495	40,991	18,229	40,805
Metals and minerals	21,015	37,220	22,264	40,880
Oil and gas	36,242	53,136	30,373	46,892
Paper and forest products	8,222	17,897	7,028	19,316
Pipelines	9,271	16,137	9,484	14,052
Transportation	8,395	19,890	2,584	10,061
Utilities	25,572	38,730	22,292	32,854
Preferred shares:				
Financial services	14,673	14,217	10,968	10,653
Merchandising	2,716	2,396	2,124	2,986
	<u>275,822</u>	<u>479,066</u>	<u>239,858</u>	<u>439,747</u>
Short-term money market securities (c):				
Treasury bills:				
Government of Canada	32,454	32,454	36,974	36,974
Bankers' acceptances	5,903	5,903	9,839	9,839
Promissory notes	1,954	1,954	—	—
	<u>\$316,133</u>	<u>\$519,377</u>	<u>\$286,671</u>	<u>\$486,560</u>

- (a) The industrial classifications are those used by the Toronto Stock Exchange.
- (b) At March 31, 1990 common shares with a market value of \$4,579,000 (1989 \$11,889,000) were loaned to a borrower. The loan was secured by a letter of credit issued by a chartered bank with a net realizable value of approximately \$5,232,000 (1989 Government of Canada treasury bills \$13,108,000). During the term of the loan, the Fund retains the right to receive dividends on the securities loaned.
- (c) The market value of short-term money market securities is estimated to approximate cost.

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION INVESTMENTS - ASSETS
MARCH 31, 1990

Department/Project	1990	1989
	(thousands of dollars)	
Economic Development and Trade		
Venture Capital Financing -		
Vencap Equities Alberta Ltd. (a)	<u>\$199,994</u>	<u>\$199,995</u>

- (a) The outstanding balance of the loan to Vencap Equities Alberta Ltd. (Vencap) is repayable in instalments of \$1,000 in each of the years 1990 to 2002, inclusive, in instalments of \$15,000,000 in each of the years 2003 to 2012, inclusive, and a final instalment of \$49,981,000 in 2013. In the current year interest on the participating debenture securing the loan amounts to 50% (1989 50%) of the defined net income of Vencap. This percentage reduces as the loan is repaid and convertible debentures amounting to \$40,000,000, maturing July 2, 1998 and guaranteed by the Province, are converted or redeemed. For 20 years following full repayment of the loan, the Fund will receive 10% of the defined net income of Vencap.

As further consideration for the loan, the Province has been granted an option to purchase up to 4,000,000 special shares at \$1 each, exclusive to the Province, convertible into common shares of Vencap. The purchase option expires on the later of the repayment of the loan and the redemption or conversion of the convertible debentures, on which later date the 20% voting rights attaching to each and all of the special shares cease.

ALBERTA HERITAGE SAVINGS TRUST FUND
CAPITAL PROJECTS DIVISION INVESTMENTS - DEEMED ASSETS
MARCH 31, 1990

<u>Department/Project</u>	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Advanced Education		
Alberta Heritage Scholarship Fund	\$ 100,000	\$ 100,000
Clinical Research Building	17,632	14,100
Library Development	9,000	9,000
Agriculture		
Farming For The Future	53,347	48,577
Food Processing Development Centre	9,013	9,013
Irrigation Rehabilitation and Expansion	286,952	262,061
Private Irrigation Water Supply	192	—
Economic Development and Trade		
Rail Hopper Cars	53,661	53,661
Education		
Alberta Heritage Learning Resources	9,222	9,222
Energy		
Alberta Oil Sands Technology and Research Authority	418,700	413,549
Renewable Energy Research	77	—
Environment		
Irrigation Headworks and Main Irrigation Systems Improvement	433,808	396,623
Land Reclamation	35,371	32,963
Lesser Slave Lake Outlet	2,889	2,889
Paddle River Basin Development	41,781	41,781
Executive Council		
Occupational Health and Safety Research and Education	8,682	7,390
Forestry, Lands and Wildlife		
Alberta Reforestation Nursery	14,739	14,739
Grazing Reserves Development	39,094	39,094
Maintaining Our Forests	24,960	24,960
Health		
Alberta Children's Provincial General Hospital	40,477	40,477
Applied Cancer Research	41,183	38,493
Applied Heart Disease Research	29,341	29,341
Tom Baker Cancer Centre and Special Services Facility	93,204	93,204
Public Works, Supply and Services		
Capital City Recreation Park	43,523	42,742
Fish Creek Provincial Park (Land)	27,107	28,237
Walter C. Mackenzie Health Sciences Centre	391,469	389,869
Recreation and Parks		
Fish Creek Provincial Park (Development)	16,859	16,859
Kananaskis Country Recreation Development	224,728	224,729
Municipal Recreation/Tourism Areas	10,815	7,475
Urban Park Development	87,575	86,650
Technology, Research and Telecommunications		
Alberta Heritage Foundation for Medical Research		
Endowment Fund	300,000	300,000
Electronics Test Centre	6,175	6,175
Individual Line Service	151,388	105,391
Microchip Design and Fabrication Facilities	7,750	7,750
Transportation and Utilities		
Airport Terminal Buildings	16,359	16,359
	<u>\$3,047,073</u>	<u>\$2,913,373</u>

- (a) Commitments for expenditure on capital projects aggregated approximately \$114,960,000 at March 31, 1990 (1989 \$158,257,000).

Claims and potential claims pending at March 31, 1990 in respect of various capital projects exceeded amounts expended by approximately \$5,085,000 (1989 \$18,851,000). The resulting loss, if any, from these claims and potential claims cannot be determined.

ALBERTA HERITAGE SCHOLARSHIP FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Alberta Heritage Scholarship Fund as at March 31, 1990 and the statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 20, 1990

ALBERTA HERITAGE SCHOLARSHIP FUND
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash (Note 3)	\$ 16,872,304	\$ 16,071,503
Accrued interest and accounts receivable	2,934,563	3,144,839
Investments, Schedule 1	<u>151,792,094</u>	<u>144,823,533</u>
	<u>\$171,598,961</u>	<u>\$164,039,875</u>
LIABILITIES, ENDOWMENT AND RETAINED EARNINGS		
Liabilities:		
Accounts payable	\$ 17,300	\$ 14,522
Endowment (Note 5)	100,000,000	100,000,000
Retained earnings (Note 5)	<u>71,581,661</u>	<u>64,025,353</u>
	<u>\$171,598,961</u>	<u>\$164,039,875</u>

The accompanying notes are part
of these financial statements.

ALBERTA HERITAGE SCHOLARSHIP FUND
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Income:		
Investment income	\$16,631,652	\$16,599,119
Net gain on disposals of investments	456,494	192,220
Amortization of deferred realized gains and losses on investments	725,351	698,390
Write down of investments and provision for decline in market value	<u>(310,717)</u>	<u>(449,849)</u>
Net income (Note 4)	17,502,780	17,039,880
Alberta Heritage Scholarships	<u>9,946,472</u>	<u>9,915,995</u>
Net increase in retained earnings	7,556,308	7,123,885
Retained earnings at beginning of year	<u>64,025,353</u>	<u>56,901,468</u>
Retained earnings at end of year	<u>\$71,581,661</u>	<u>\$64,025,353</u>

ALBERTA HERITAGE SCHOLARSHIP FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Net income	\$17,502,780	\$17,039,880
Non-cash items included in net income	(5,266,668)	(4,972,578)
Decrease in receivables	210,276	80,652
Increase in payables	2,778	11,098
Cash provided by operating transactions	<u>12,449,166</u>	<u>12,159,052</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	25,399,834	34,774,444
Investments	(27,232,425)	(30,151,155)
Deferred realized gains and losses on investments	130,698	948,935
Cash provided by (applied to) investing transactions	<u>(1,701,893)</u>	<u>5,572,224</u>
Alberta Heritage Scholarships	<u>(9,946,472)</u>	<u>(9,915,995)</u>
Increase in cash	800,801	7,815,281
Cash at beginning of year	<u>16,071,503</u>	<u>8,256,222</u>
Cash at end of year	<u>\$16,872,304</u>	<u>\$16,071,503</u>

ALBERTA HERITAGE SCHOLARSHIP FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Heritage Scholarship Fund operates under the authority of the Alberta Heritage Scholarship Act, Chapter A-27.1, Statutes of Alberta 1981.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

(a) Bonds, bond coupons and residuals, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

(a) Common and preferred shares, warrants, pooled equity trust units and short-term money market securities are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

(b) The cost of investments includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

(c) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

(d) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

Note 3 Cash

	<u>1990</u>	<u>1989</u>
Deposit in the Consolidated Cash		
Investment Trust Fund	\$16,589,499	\$15,885,694
U. S. dollar bank accounts	282,805	185,809
	<u>\$16,872,304</u>	<u>\$16,071,503</u>

Note 4 Segmented Information

Segmented information on net income is as follows:

	<u>1990</u>	<u>1989</u>
Cash and money market securities	\$ 2,282,512	\$ 2,282,785
Bonds, bond coupons and residuals (a)	12,619,458	12,753,922
Mortgages	1,281,538	1,176,815
Common and preferred shares, warrants and pooled equity trust units	1,927,358	1,013,051
Real estate	(608,086)	(186,693)
	<u>\$17,502,780</u>	<u>\$17,039,880</u>

(a) Includes \$215,983 (1989 \$214,788) income from investments in Province of Alberta funds and agencies.

Note 5 Endowment

The endowment was received from the Alberta Heritage Savings Trust Fund on June 18, 1981. The Alberta Heritage Scholarship Act provides that money required by the Students Finance Board for providing scholarships shall be paid from the Fund, but no money shall be paid out of the Fund if the payment would result in the value of the assets of the Fund, at cost, being less than the endowment received by the Fund.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HERITAGE SCHOLARSHIP FUND
INVESTMENTS
MARCH 31, 1990

	1990			1989	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds:					
Government of Canada, direct and guaranteed	\$49,688,000	\$ 52,813,191	\$ 51,564,446	\$ 45,738,910	\$ 47,190,101
Provincial:					
Alberta, direct and guaranteed	2,250,000	2,266,514	2,050,764	2,268,030	2,108,341
Other, direct and guaranteed	1,975,000	1,957,536	1,811,921	3,394,555	3,299,465
Municipal	250,000	250,671	235,000	250,901	237,250
Corporate	5,607,332	5,705,572	5,621,853	6,417,615	6,570,511
Corporate, convertible	125,000	125,000	125,000	530,850	511,285
Mid-term money market securities:					
Participating certificates	4,295,000	4,295,000	4,265,590	4,175,000	4,022,953
Promissory notes	1,475,000	1,474,637	1,388,800	1,974,285	1,965,063
Mortgages	10,898,808	10,954,718	11,026,778	10,061,607	10,233,900
Bond coupons and residuals:					
Government of Canada, direct		40,570,729	35,009,184	42,402,117	38,347,473
Deferred unamortized realized gains and losses		(1,342,915)	—	(1,937,567)	—
		<u>119,070,653</u>	<u>113,099,336</u>	<u>115,276,303</u>	<u>114,486,342</u>
Short-term money market securities (a):					
Treasury bills:					
Government of Canada		1,163,354	1,163,354	1,191,331	1,191,331
Pooled cash fund units		595,110	595,110	1,123,983	1,123,983
Promissory notes		—	—	241,284	241,284
Common and preferred shares, warrants and pooled equity trust units:					
Quoted securities		28,713,896	35,956,623	23,748,926	29,394,477
Unquoted securities (b)		2,249,081	2,470,489	2,045,581	2,180,176
Real estate		—	—	1,196,125	1,196,125
		<u>\$151,792,094</u>	<u>\$153,284,912</u>	<u>\$144,823,533</u>	<u>\$149,813,718</u>

a) The market value of short-term money market securities is estimated to approximate cost.

b) The market value of unquoted common and preferred shares and warrants is estimated by management appraisal.

FARM CREDIT STABILITY FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Unmatured Debt

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Farm Credit Stability Fund as at March 31, 1990 and the statements of revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 17, 1990

FARM CREDIT STABILITY FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 668,585	\$ 4,645,344
Accrued interest receivable	38,410,604	31,430,434
Due from the General Revenue Fund	18,606,628	11,846,470
Deposits in lending institutions	1,829,982,954	1,483,334,715
	<u>\$1,887,668,771</u>	<u>\$1,531,256,963</u>
LIABILITIES		
Accrued interest and accounts payable	\$ 35,594,016	\$ 34,467,419
Unmatured debt, Schedule 1	1,852,074,755	1,496,789,544
	<u>\$1,887,668,771</u>	<u>\$1,531,256,963</u>

The accompanying notes are part
of these financial statements.

FARM CREDIT STABILITY FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Interest on deposits in lending institutions	\$144,611,835	\$123,516,575
Other	1,444,622	1,473,896
	<u>146,056,457</u>	<u>124,990,471</u>
Expenditure:		
Discount and interest expense on debt:		
- held by the Alberta Heritage Savings Trust Fund	62,278,074	32,208,952
- other	104,617,034	83,948,838
Administrative fees and other costs paid to lending institutions	48,429,614	34,607,341
	<u>215,324,722</u>	<u>150,765,131</u>
Excess of expenditure over revenue	69,268,265	25,774,660
Contribution by the General Revenue Fund	69,268,265	25,774,660
	<u>\$ —</u>	<u>\$ —</u>

FARM CREDIT STABILITY FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Non-cash items:		
Amortization of discount on debt	\$ 64,800,807	\$ 34,269,338
Amortization of deferred unrealized exchange gains and losses on debt	5,780,154	(6,202,720)
Increase in receivables	(13,740,328)	(9,441,964)
Increase in payables	1,126,597	3,144,293
Cash provided by operating transactions	<u>57,967,230</u>	<u>21,768,947</u>
Investing transactions:		
Repayment of deposits by lending institutions	5,166,526	8,139,488
Deposits in lending institutions	(351,814,765)	(129,894,570)
Cash applied to investing transactions	<u>(346,648,239)</u>	<u>(121,755,082)</u>
Financing transactions:		
Debt issues (repayments):		
Short-term promissory notes, net	284,704,250	(21,454,630)
U.S. dollar notes	—	120,932,500
Cash provided by financing transactions	<u>284,704,250</u>	<u>99,477,870</u>
Decrease in cash	(3,976,759)	(508,265)
Cash at beginning of year	4,645,344	5,153,609
Cash at end of year	<u>\$ 668,585</u>	<u>\$ 4,645,344</u>

FARM CREDIT STABILITY FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Farm Credit Stability Fund operates under the authority of the Farm Credit Stability Fund Act, Chapter F-2.5, Statutes of Alberta 1986, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Money borrowed by the Province and deposited in the Fund is reported as debt of the Fund. Discount on debt, which includes issue expenses and hedging costs, is deferred and amortized over the term of the debt.
- (b) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of interest expense.

Note 3 Financial Structure

The Fund finances farm loans by maintaining deposits in lending institutions equalling the amount of loans outstanding. Deposits in lending institutions yield a fixed effective rate of 9% per annum. The deposits are financed from money borrowed by the Province and deposited in the Fund.

Qualifying farmers throughout the Province may obtain loans of up to \$250,000 per farm family and \$750,000 per farm business from participating lending institutions.

Farm loans bear interest at a fixed effective rate of 9% per annum and have terms of between 10 to 20 years. Administrative fees and other costs with respect to the loans are paid to lending institutions from the Fund. Payments to lending institutions resulting from loan guarantees by the Provincial Treasurer are made from the General Revenue Fund.

Section 7 of the Act provides that if the Fund has insufficient money to make payments in connection with borrowings, deposits in and other payments to lending institutions, the amount of the insufficiency will be paid from the General Revenue Fund into the Fund.

The excess of expenditure over revenue of the Fund is met by a contribution from the General Revenue Fund. Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Commitments

Based on approved loan applications at the year end, the Province was committed to make from the Fund further deposits of \$133 million (1989 \$106 million) in lending institutions. Deposit requirements were met in part by loan principal repayments received by the lending institutions after the year end.

Note 5 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

FARM CREDIT STABILITY FUND
UNMATURED DEBT
MARCH 31, 1990

	1990		1989	
	Par Value	Book Value	Par Value	Book Value
Promissory notes (a)	\$696,000,000	\$ 686,127,197	\$343,000,000	\$ 339,144,873
Euro U.S. dollar notes				
7.375% due December 9, 1991 (b)	(c)	410,946,855	(c)	409,915,688
U.S. dollar notes				
9.25% due November 23, 1994 (d)	(e)	255,178,584	(e)	257,051,215
9.375% due October 26, 1995	(f)	120,135,173	(f)	120,832,214
Swiss franc bonds				
5% due December 22, 1997 (g) (h)	(i)	379,686,946	(j)	369,845,554
		<u>\$1,852,074,755</u>		<u>\$1,496,789,544</u>

- (a) short-term notes held by the Alberta Heritage Savings Trust Fund (cash and marketable securities).
 (b) effective rate based on forward exchange contracts hedging principal and interest is approximately 8.2%.
 (c) United States \$300,000,000, fully hedged.
 (d) effective rate based on forward exchange contracts hedging principal and interest is approximately 9.9%.
 (e) United States \$200,000,000, fully hedged.
 (f) United States \$100,000,000, unhedged.
 (g) redeemable by the Province at the following rates: on December 22, 1992 at 101 1/2%; 1993 at 101%; 1994 at 100 1/2 %; thereafter at 100%.
 (h) effective rate based on forward exchange contracts hedging interest is approximately 7.3%.
 (i) Swiss francs 400,000,000, fully hedged.
 (j) Swiss francs 200,000,000, fully hedged by June 9, 1989 and 200,000,000, unhedged.

PENSION FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Fund Equity
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Pension Fund as at March 31, 1990 and the statements of income and fund equity and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 12, 1990

PENSION FUND
BALANCE SHEET
MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash (Note 4)	\$ 50,311	\$ 47,567
Accrued interest and accounts receivable	86,933	72,718
Due from the General Revenue Fund	10,841	—
Investments, Schedule 1	4,898,139	4,346,744
	<u>\$5,046,224</u>	<u>\$4,467,029</u>
LIABILITIES AND FUND EQUITY		
Liabilities:		
Accounts payable	\$ 7,963	\$ 20
Due to the General Revenue Fund	—	4,285
Fund equity	5,038,261	4,462,724
	<u>\$5,046,224</u>	<u>\$4,467,029</u>

The accompanying notes are part
of these financial statements.

PENSION FUND
STATEMENT OF INCOME AND FUND EQUITY
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Income:		
Investment income	\$ 417,260	\$ 374,060
Net gain on disposals of investments	41,851	18,610
Amortization of deferred realized gains and losses on investments	10,038	9,426
Write-down of investments and provision for decline in market value	(13,712)	(22,571)
Net income (Note 5)	<u>455,437</u>	<u>379,525</u>
Net transfer from the General Revenue Fund (Note 6)	120,100	88,654
Net increase in fund equity	<u>575,537</u>	<u>468,179</u>
Fund equity at beginning of year	4,462,724	3,994,545
Fund equity at end of year	<u>\$5,038,261</u>	<u>\$4,462,724</u>

PENSION FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Net income	\$ 455,437	\$ 379,525
Non-cash items included in net income	(128,074)	(64,444)
Decrease (increase) in receivables	(25,056)	10,784
Increase in payables	3,658	3,637
Cash provided by operating transactions	<u>305,965</u>	<u>329,502</u>
Investing transactions:		
Proceeds from disposals, repayments and redemptions of investments	2,854,151	2,792,118
Investments	(3,288,230)	(3,194,615)
Deferred realized gains and losses on investments	10,758	(4,552)
Cash applied to investing transactions	<u>(423,321)</u>	<u>(407,049)</u>
Net transfer from the General Revenue Fund	<u>120,100</u>	<u>88,654</u>
Increase in cash	2,744	11,107
Cash at beginning of year	47,567	36,460
Cash at end of year	<u>\$ 50,311</u>	<u>\$ 47,567</u>

PENSION FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Pension Fund operates under the authority of the Pension Fund Act, Chapter P-3.1, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

- (a) Bonds, bond coupons and residuals, mid-term money market securities and mortgages are carried at cost adjusted for deferred unamortized realized gains and losses.

Realized gains and losses on disposals of these investments are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of the remaining term to maturity of the investment disposed of or ten years.

(ii) Other significant accounting policies are as follows:

- (a) Short-term money market securities, common and preferred shares, warrants and pooled equity trust units are carried at cost.

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (b) Investments in real estate are carried at the lower of cost and appraised value [see Schedule 1 Note (d)].

Rental income less expenses and other adjustments is included in the determination of investment income as participating interest received or accrued on the debentures [see Schedule 1 Note (d)].

Realized gains and losses on disposals of these investments are included in the determination of net income.

- (c) The cost of investments includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

The cost of investments disposed of is determined on the average cost basis.

- (d) Investment income is recorded on the accrual basis where there is reasonable assurance as to its measurement and collectability.

- (e) Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (f) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

- (g) The liability of the Pension Fund in respect of accrued pension obligations is not included in the determination of fund equity.

Note 3 Accrued Pension Obligations

At March 31, 1990, the total estimated liability for accrued pension obligations exceeded the recorded net assets of the Pension Fund. On the exhaustion of Pension Fund assets, pension payments are to be charged to the General Revenue Fund.

Note 4 Cash

	<u>1990</u>	<u>1989</u>
Deposit in the Consolidated Cash		
Investment Trust Fund	\$47,785,000	\$45,741,000
U.S. dollar bank accounts	2,526,000	1,826,000
	<u>\$50,311,000</u>	<u>\$47,567,000</u>

Note 5 Segmented Information

Segmented information on net income is as follows:

	<u>1990</u>	<u>1989</u>
Cash and money market securities	\$ 96,438,000	\$ 70,255,000
Bonds, bond coupons and residuals	241,358,000	236,578,000
Mortgages	30,824,000	24,054,000
Common and preferred shares, warrants and pooled equity trust units	76,906,000	42,394,000
Real estate	9,911,000	6,244,000
	<u>\$455,437,000</u>	<u>\$379,525,000</u>

Net income includes \$31,857,000 (1989 \$22,243,000) from investments in Province of Alberta funds and agencies.

Note 6 Net Transfer from the General Revenue Fund

In accordance with section 5 of the Pension Fund Act monies received and paid by the Provincial Treasurer pursuant to the following Pension Plan Acts are deposited in and paid from the General Revenue Fund:

Local Authorities Pension Plan Act
 Members of the Legislative Assembly Pension Plan Act
 Public Service Management Pension Plan Act
 Public Service Pension Plan Act
 Special Forces Pension Plan Act
 Universities Academic Pension Plan Act

The difference between the receipts and payments is subsequently transferred to or from the Pension Fund. The net transfer from the General Revenue Fund represents the excess of pension receipts over pension payments for the year.

Note 7 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

PENSION FUND
INVESTMENTS
MARCH 31, 1990
(thousands of dollars)

	1990			1989	
	Par Value	Book Value	Market Value	Book Value	Market Value
Bonds (a):					
Government of Canada, direct and guaranteed	\$1,165,584	\$1,198,947	\$1,143,346	\$1,292,128	\$1,292,580
Provincial:					
Alberta, direct and guaranteed	180,473	178,971	166,366	101,481	95,806
Other, direct and guaranteed	340,385	335,763	313,430	322,525	306,209
Corporate	253,401	251,901	240,182	176,979	175,559
Corporate, convertible	4,250	4,250	4,250	22,358	22,045
Municipal	29,795	31,218	29,097	25,640	24,503
Mid-term money market securities:					
Promissory notes					
Provincial:					
Alberta, direct	90,000	90,000	85,590	90,000	85,816
Other, direct and guaranteed	11,000	10,828	10,629	12,785	12,512
Corporate	39,273	39,276	38,433	48,220	47,312
Government of Canada, guaranteed	4,000	4,000	3,961	4,000	3,890
Certificates of deposit and guaranteed investment certificates					
Provincial:					
Alberta, guaranteed	50,000	50,000	47,215	50,000	47,530
Corporate	33,750	33,774	31,888	29,525	28,162
Bankers' acceptances	2,000	1,979	1,912	1,468	1,449
Participating certificates	(b)	82,722	87,434	34,000	34,680
Mortgages	334,206	333,967	322,523	263,586	257,282
Bond coupons and residuals:					
Government of Canada, direct		186,704	150,799	164,896	141,748
Deferred unamortized realized gains and losses		(42,474)	—	(41,754)	—
		<u>2,791,826</u>	<u>2,677,055</u>	<u>2,597,837</u>	<u>2,577,083</u>
Short-term money market securities (c):					
Treasury bills:					
Government of Canada		715,628	715,628	580,816	580,816
Promissory notes:					
Alberta, direct		119,797	119,797	—	—
Pooled cash fund units		2,424	2,424	25,969	25,969
Bankers' acceptances		—	—	13,570	13,570
Bearer deposit note				9,984	9,984
Quoted common and preferred shares, warrants and pooled equity trust units (a)		<u>1,077,267</u>	<u>1,395,751</u>	<u>969,443</u>	<u>1,226,990</u>
		4,706,942	<u>\$4,910,655</u>	4,197,619	<u>\$4,434,412</u>
Unquoted common and preferred shares and warrants		54,531		50,502	
Real estate - cost \$138,568 (1989 - \$103,764) (d)		<u>136,666</u>		<u>98,623</u>	
		<u>\$4,898,139</u>		<u>\$4,346,744</u>	

(a) At March 31, 1990, bonds and common shares with a market value of approximately \$27,542,000 (1989 \$78,639,000) were loaned to certain borrowers. The loans were secured by Government of Canada bonds, treasury bills and letters of credit with a market value of \$32,109,000 (1989 \$87,659,000). During the term of the loans, the Fund retains the right to receive interest and dividends on the securities loaned.

(b) Comprises Canadian \$59,000,000 and United States \$20,000,000.

(c) The market value of short-term money market securities is estimated to approximate cost.

(d) Real estate is held through intermediate companies which have issued participating debentures secured by a charge on the real estate. The rental income less expenses and other adjustments is distributed to the Fund as participating interest on the debentures.

SMALL BUSINESS TERM ASSISTANCE FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Cash and Marketable Securities
Schedule of Unmatured Debt

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Small Business Term Assistance Fund as at March 31, 1990 and the statements of revenue and expenditure and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 17, 1990

SMALL BUSINESS TERM ASSISTANCE FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash and marketable securities, Schedule 1	\$ 4,736,008	\$ 52,500,049
Accrued interest receivable	6,351,212	8,319,781
Due from the General Revenue Fund	1,823,426	1,996,481
Deposits in lending institutions	<u>285,443,663</u>	<u>374,337,800</u>
	<u>\$298,354,309</u>	<u>\$437,154,111</u>
LIABILITIES		
Accrued interest and accounts payable	\$ 7,529,317	\$ 8,361,720
Due to the Alberta Heritage Savings Trust Fund	—	5,515,267
Unmatured debt, Schedule 2	<u>290,824,992</u>	<u>423,277,124</u>
	<u>\$298,354,309</u>	<u>\$437,154,111</u>

The accompanying notes are part
of these financial statements.

SMALL BUSINESS TERM ASSISTANCE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Interest on deposits in lending institutions	\$28,682,255	\$37,047,838
Other	<u>8,500,152</u>	<u>3,466,844</u>
	<u>37,182,407</u>	<u>40,514,682</u>
Expenditure:		
Discount and interest expense on debt:		
-held by the Alberta Heritage Savings Trust Fund	11,736,892	17,564,028
-other	22,647,202	22,467,481
Administrative fees and other costs paid to lending institutions	<u>9,507,407</u>	<u>10,287,567</u>
	<u>43,891,501</u>	<u>50,319,076</u>
Excess of expenditure over revenue	6,709,094	9,804,394
Contribution by the General Revenue Fund	<u>6,709,094</u>	<u>9,804,394</u>
	<u>\$ —</u>	<u>\$ —</u>

SMALL BUSINESS TERM ASSISTANCE FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Non-cash item:		
Amortization of discount on debt	\$ 750,425	\$ 738,145
Decrease in receivables	2,141,624	3,777,800
Decrease in payables	(6,347,670)	(2,738,719)
Cash provided by (applied to) operating transactions	<u>(3,455,621)</u>	<u>1,777,226</u>
Investing transactions:		
Repayment of deposits by lending institutions	91,871,776	111,763,041
Deposits in lending institutions	(2,977,639)	(3,219,728)
Cash provided by investing transactions	<u>88,894,137</u>	<u>108,543,313</u>
Financing transactions:		
Promissory notes redeemed by the Alberta Heritage Savings Trust Fund - Alberta Investment Division	(150,000,000)	(50,000,000)
Issue (redemption) of short-term promissory notes, net	<u>16,797,443</u>	<u>(10,000,000)</u>
Cash applied to financing transactions	<u>(133,202,557)</u>	<u>(60,000,000)</u>
Increase (decrease) in cash	<u>(47,764,041)</u>	<u>50,320,539</u>
Cash and marketable securities at beginning of year	52,500,049	2,179,510
Cash and marketable securities at end of year	<u>\$ 4,736,008</u>	<u>\$ 52,500,049</u>

SMALL BUSINESS TERM ASSISTANCE FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Small Business Term Assistance Fund operates under the authority of the Small Business Term Assistance Fund Act, Chapter S-13.7, Statutes of Alberta 1986.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) Money borrowed by the Province and deposited in the Fund is reported as debt of the Fund. Discount on debt, which includes issue expenses and hedging costs, is deferred and amortized over the term of the debt.
- (b) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of other revenue.

Note 3 Financial Structure

The Fund finances small business loans by maintaining deposits in lending institutions equalling the amount of loans outstanding. Deposits in lending institutions yield a fixed effective rate of 9% per annum. The deposits are financed from money borrowed by the Province and deposited in the Fund.

Qualifying small businesses throughout the Province obtained loans of up to \$150,000 per small business from participating lending institutions.

Small business loans bear interest at a fixed effective rate of 9% per annum and have terms of between 3 to 10 years.

Administrative fees and other costs with respect to the loans are paid to lending institutions from the Fund. Payments to lending institutions resulting from loan guarantees by the Provincial Treasurer are made from the General Revenue Fund.

Section 7 of the Act provides that if the Fund has insufficient money to make payments in connection with borrowings, deposits in and other payments to lending institutions, the amount of the insufficiency will be paid from the General Revenue Fund into the Fund.

The excess of expenditure over revenue of the Fund is met by a contribution from the General Revenue Fund. Salaries, accommodation and other overhead costs incurred in the administration of the Fund are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

SMALL BUSINESS TERM ASSISTANCE FUND
CASH AND MARKETABLE SECURITIES
MARCH 31, 1990

	1990		1989	
	Book Value	Market Value	Book Value	Market Value
Deposit in the Consolidated Cash Investment Trust Fund	\$4,736,008	\$4,736,008	\$ 3,677,938	\$ 3,677,938
Short-term promissory notes (a):				
Province of Alberta, direct	—	—	48,822,111	48,822,111
	<u>\$4,736,008</u>	<u>\$4,736,008</u>	<u>\$52,500,049</u>	<u>\$52,500,049</u>

(a) The market value of short-term promissory notes is estimated to approximate cost.

Schedule 2

SMALL BUSINESS TERM ASSISTANCE FUND
UNMATURED DEBT
MARCH 31, 1990

	1990		1989	
	Par Value	Book Value	Par Value	Book Value
Euro U.S. dollar notes				
7.375% due December 9, 1991 (a)	(b)	\$273,964,567	(b)	\$273,277,124
Promissory notes (c)	17,000,000	16,860,425	—	—
Promissory notes issued to the Alberta Heritage Savings Trust Fund - Alberta Investment Division				
9.85% due November 23, 1990	—	—	25,000,000	25,000,000
9.90% due November 16, 1990	—	—	50,000,000	50,000,000
9.90% due November 13, 1989	—	—	30,000,000	30,000,000
9.65% due November 6, 1989	—	—	45,000,000	45,000,000
		<u>\$290,824,992</u>		<u>\$423,277,124</u>

(a) Effective rate based on forward exchange contracts hedging principal and interest is approximately 8.2%.

(b) United States \$200,000,000, fully hedged.

(c) Short-term notes held by the Alberta Heritage Savings Trust Fund (cash and marketable securities).

OTHER REGULATED FUNDS
SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report

Summary Statement of Assets, Liabilities and Fund Equities

Summary Statement of Revenue, Expenditure and Fund Equities

Notes to the Summary Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the summary statement of assets, liabilities and fund equities of the Other Regulated Funds as at March 31, 1990 and the summary statement of revenue, expenditure and fund equities for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these summary financial statements present fairly the financial position of the Other Regulated Funds as at March 31, 1990 and the results of their operations and the changes in their financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the summary financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 28, 1990

OTHER REGULATED FUNDS
SUMMARY STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITIES
MARCH 31, 1990

	Assets					
	Cash	Due from Province of Alberta Funds and Agencies	Accounts Receivable and Accrued Interest	Loans Receivable (Note 3)	Investments (Note 4)	Total Assets
Advanced Education:						
Students Loan Fund	\$ 5,573	\$ —	\$ 15,677	\$ 35,293	\$ —	\$ 56,543
Agriculture:						
Crop Reinsurance Fund of Alberta	—	—	—	—	—	—
Livestock Identification and Brand Inspection Fund	23,653	—	—	—	—	23,653
Livestock Patrons' Assurance Fund	344,495	—	3,966	—	43,980	392,441
Stray Animals Act Fund	12,619	—	—	—	—	12,619
The Horned Cattle Purchases Act Trust Account	345,883	—	—	—	—	345,883
Attorney General:						
Chattel Security Registries Assurance Fund	232,045	10,386	—	—	—	242,431
Registrar's Assurance Fund	1,864,439	—	311,020	—	—	2,175,459
Economic Development and Trade:						
Motion Picture Development Fund	1,499,157	3,911,785	—	—	—	5,410,942
Energy:						
Alberta Petroleum Incentives Program Fund	3,265,475	—	997	—	—	3,266,472
Forestry, Lands and Wildlife:						
Fish and Wildlife Trust Fund	5,117,259	—	1,932,914	—	—	7,050,173
Forest Development Research Trust Fund	135,347	—	—	—	—	135,347
Labour:						
Long-Term Disability Benefit Fund						
- Bargaining Unit	2,900,848	291,802	476,419	—	—	3,669,069
Long-Term Disability Benefit Fund						
- Management, Opted Out and Excluded	552,709	30,333	1,404	—	—	584,446
Municipal Affairs:						
Alberta Planning Fund	1,253,340	—	33,055	—	—	1,286,395
Solicitor General:						
Motor Vehicle Accident Claims Fund	28,644,621	116,907	54,427	—	—	28,815,955
Transportation and Utilities:						
Natural Gas Rebates Fund	860,686	—	—	—	—	860,686
Rural Electrification Revolving Fund	872,921	—	417,406	67,228,130	—	68,518,457
Treasury:						
Alberta Provincial Corporation Loan Fund	—	—	—	301,247,640	—	301,247,640
Alberta Risk Management Fund	8,459,553	14,921	430,877	—	—	8,905,351
Canadian Pooled Equities Fund	31,000,686	—	746,975	—	944,541,071	976,288,732
Provincial Judges and Masters in Chambers Pension Fund	24,345,482	—	—	—	—	24,345,482
United States Pooled Equities Fund	10,353,576	—	93,799	—	280,542,519	290,989,894
Utility Companies Income Tax Rebates Fund	132,251,404	12,402	23,524	—	—	132,287,330
Total 1990	<u>\$ 254,341,771</u>	<u>\$ 4,388,536</u>	<u>\$ 4,542,460</u>	<u>\$ 368,511,063</u>	<u>\$ 1,225,127,570</u>	<u>\$ 1,856,911,400</u>
Total 1989	<u>\$ 295,564,213</u>	<u>\$ 27,529,052</u>	<u>\$ 5,417,728</u>	<u>\$ 306,085,267</u>	<u>\$ 1,118,570,799</u>	<u>\$ 1,753,167,059</u>

The accompanying notes are part of these summary financial statements.

REGULATED FUNDS

Liabilities					Fund Equities	
Accounts Payable	Payable to Province of Alberta Funds and Agencies	Unearned Revenue	Short-term Debt (Note 5)	Total Liabilities	1990	1989
\$ —	\$ 56,543	\$ —	\$ —	\$ 56,543	\$ —	\$ —
—	38,765,291	—	—	38,765,291	(38,765,291)	(29,796,391)
—	—	—	—	—	23,653	33,471
—	—	—	—	—	392,441	377,024
—	—	—	—	—	12,619	11,319
—	—	—	—	—	345,883	427,187
—	—	—	—	—	242,431	248,120
—	—	—	—	—	2,175,459	1,887,083
—	6,300,000	—	—	6,300,000	(889,058)	(725,292)
136,832	3,129,640	—	—	3,266,472	—	—
3,199,412	163,533	—	—	3,362,945	3,687,228	4,081,956
25,280	15,649	—	—	40,929	94,418	78,765
269,463	2,777	—	—	272,240	3,396,829	2,301,892
7,985	576,461	—	—	584,446	—	—
61,221	—	—	—	61,221	1,225,174	1,718,136
414,754	—	—	—	414,754	28,401,201	21,337,906
239,424	621,262	—	—	860,686	—	—
85,684	68,432,773	—	—	68,518,457	—	—
—	—	—	301,247,640	301,247,640	—	—
4,273,603	136,924	175,186	—	4,585,713	4,319,638	2,863,285
16,358	976,272,374	—	—	976,288,732	—	—
—	—	—	—	—	24,345,482	16,781,073
—	290,989,894	—	—	290,989,894	—	—
132,287,330	—	—	—	132,287,330	—	—
<u>\$ 141,017,346</u>	<u>\$ 1,385,463,121</u>	<u>\$ 175,186</u>	<u>\$ 301,247,640</u>	<u>\$ 1,827,903,293</u>	<u>\$ 29,008,107</u>	
<u>\$ 242,929,321</u>	<u>\$ 1,246,252,844</u>	<u>\$ 323,541</u>	<u>\$ 242,035,819</u>	<u>\$ 1,731,541,525</u>		<u>\$ 21,625,534</u>

OTHER REGULATED FUNDS
SUMMARY STATEMENT OF REVENUE, EXPENDITURE
AND FUND EQUITIES
FOR THE YEAR ENDED MARCH 31, 1990

	Revenue					
	Transfers from Province of Alberta Funds and Agencies	Assessments and Payments from Government of Canada	Fees	Investment Income (Note 6)	Sales, Services and Other	Total
Advanced Education:						
Students Loan Fund	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Agriculture:						
Crop Reinsurance Fund of Alberta	26,644,097	—	—	—	—	26,644,097
Livestock Identification and Brand Inspection Fund	—	—	—	—	81,574	81,574
Livestock Patrons' Assurance Fund	—	—	—	14,372	1,045	15,417
Stray Animals Act Fund	—	—	—	—	14,717	14,717
The Horned Cattle Purchases Act Trust Account	—	—	2	48,694	—	48,696
Attorney General:						
Chattel Security Registries Assurance Fund	—	—	126,557	29,336	—	155,893
Registrar's Assurance Fund	—	—	2,102,458	—	215	2,102,673
Economic Development and Trade:						
Motion Picture Development Fund	—	—	—	578,302	—	578,302
Energy:						
Alberta Petroleum Incentives Program Fund	—	—	—	1,165,283	77,145	1,242,428
Forestry, Lands and Wildlife:						
Fish and Wildlife Trust Fund	—	1,437,562	4,415,751	513,164	—	6,366,477
Forest Development Research Trust Fund	85,000	—	—	15,653	—	100,653
Labour:						
Long Term Disability Benefit Fund - Bargaining Unit	—	—	—	323,164	9,104,976	9,428,140
Long Term Disability Benefit Fund - Management, Opted Out and Excluded	—	—	—	—	1,626,412	1,626,412
Municipal Affairs:						
Alberta Planning Fund	5,813,789	4,408,669	—	260,728	1,415	10,484,601
Solicitor General:						
Motor Vehicle Accident Claims Fund	—	—	11,704,148	2,812,505	1,185,366	15,702,019
Transportation and Utilities:						
Natural Gas Rebates Fund	1,893,738	—	—	55,545	—	1,949,283
Rural Electrification Revolving Fund	—	—	—	—	—	—
Treasury:						
Alberta Provincial Corporation Loan Fund	—	—	—	28,872,565	—	28,872,565
Alberta Risk Management Fund	3,922,403	—	—	989,824	1,843,996	6,756,223
Canadian Pooled Equities Fund	—	—	—	41,302,914	—	41,302,914
Provincial Judges and Masters in Chambers Pension Fund	—	—	—	2,400,071	5,213,719	7,613,790
United States Pooled Equities Fund	—	—	—	47,406,299	—	47,406,299
Utility Companies Income Tax Rebates Fund	52,130,213	140,938,742	—	12,339,070	—	205,408,025
Total 1990	<u>\$ 90,489,240</u>	<u>\$ 146,784,973</u>	<u>\$ 18,348,916</u>	<u>\$ 139,127,489</u>	<u>\$ 19,150,580</u>	<u>\$ 413,901,198</u>
Total 1989	<u>\$ 141,966,599</u>	<u>\$ 201,655,808</u>	<u>\$ 16,671,789</u>	<u>\$ 50,950,732</u>	<u>\$ 32,519,206</u>	<u>\$ 443,764,134</u>

REGULATED FUNDS

Expenditure							Excess (Deficiency) of Revenue over Expenditure	Fund Equities at Beginning of Year	Fund Equities at End of Year
Salaries, Wages and Benefits	Services	Materials and Supplies	Grants	Transfers to Province of Alberta Funds and Agencies	Interest, Benefit Payments and Other	Total			
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	35,612,997	—	35,612,997	(8,968,900)	(29,796,391)	(38,765,291)
—	—	—	—	2,153	89,239	91,392	(9,818)	33,471	23,653
—	—	—	—	—	—	—	15,417	377,024	392,441
—	1,024	—	—	10,064	2,329	13,417	1,300	11,319	12,619
—	30,000	—	100,000	—	—	130,000	(81,304)	427,187	345,883
—	—	—	—	148,120	13,462	161,582	(5,689)	248,120	242,431
—	—	—	—	1,812,083	2,214	1,814,297	288,376	1,887,083	2,175,459
—	—	—	—	—	742,068	742,068	(163,766)	(725,292)	(889,058)
—	—	—	—	952,536	289,892	1,242,428	—	—	—
839,260	2,223,764	464,733	3,233,448	—	—	6,761,205	(394,728)	4,081,956	3,687,228
—	—	—	69,351	15,649	—	85,000	15,653	78,765	94,418
—	138,153	—	—	—	8,195,050	8,333,203	1,094,937	2,301,892	3,396,829
—	4,095	—	—	216,503	1,405,814	1,626,412	—	—	—
—	45,000	—	10,932,563	—	—	10,977,563	(492,962)	1,718,136	1,225,174
—	8,638,724	—	—	—	—	8,638,724	7,063,295	21,337,906	28,401,201
—	—	—	1,949,283	—	—	1,949,283	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	28,872,565	28,872,565	—	—	—
—	5,299,870	—	—	—	—	5,299,870	1,456,353	2,863,285	4,319,638
—	—	—	—	41,302,914	—	41,302,914	—	—	—
—	—	—	—	—	49,381	49,381	7,564,409	16,781,073	24,345,482
—	—	—	—	47,406,299	—	47,406,299	—	—	—
—	—	—	205,408,025	—	—	205,408,025	—	—	—
\$ 839,260	\$ 16,380,630	\$ 464,733	\$ 221,692,670	\$ 127,479,318	\$ 39,662,014	\$ 406,518,625	\$ 7,382,573	\$ 21,625,534	\$ 29,008,107
\$ 2,329,130	\$ 15,626,882	\$ 420,310	\$ 331,101,168	\$ 53,327,369	\$ 26,611,525	\$ 429,416,384	\$ 14,347,750	\$ 7,277,784	\$ 21,625,534

OTHER REGULATED FUNDS
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authorities

The authority for operating each of the Other Regulated Funds is as follows:

- (a) Students Loan Fund - Students Finance Act, Chapter S-24, Revised Statutes of Alberta 1980, as amended.
- (b) Crop Reinsurance Fund of Alberta - Crop Insurance Agreement authorized under Order in Council 390/84 pursuant to section 43 of the Hail and Crop Insurance Act, Chapter H-1, Revised Statutes of Alberta 1980, as amended.
- (c) Livestock Identification and Brand Inspection Fund - Livestock Identification and Brand Inspection Act, Chapter L-22.5, Statutes of Alberta 1985, as amended.
- (d) Livestock Patrons' Assurance Fund - Livestock and Livestock Products Act, Chapter L-24, Revised Statutes of Alberta 1980, as amended.
- (e) Stray Animals Act Fund - Stray Animals Act, Chapter S-23, Revised Statutes of Alberta 1980, as amended.
- (f) The Horned Cattle Purchases Act Trust Account - Horned Cattle Purchases Act, Chapter H-10, Revised Statutes of Alberta 1980, as amended.
- (g) Chattel Security Registries Assurance Fund - Chattel Security Registries Act, Chapter C-7.1, Statutes of Alberta 1983, as amended.
- (h) Registrar's Assurance Fund - Land Titles Act, Chapter L-5, Revised Statutes of Alberta 1980, as amended.
- (i) Motion Picture Development Fund - Motion Picture Development Act, Chapter M-19.1, Statutes of Alberta 1981, as amended.
- (j) Alberta Petroleum Incentives Program Fund - Petroleum Incentives Program Act, Chapter P-4.1, Statutes of Alberta 1981, as amended. Incentive grants are not payable in respect of costs and expenses incurred after December 31, 1986. The final date for filing applications for grants was March 31, 1988. The Act was repealed by the Petroleum Incentives Program Amendment Act 1990 on May 30, 1990.
- (k) Fish and Wildlife Trust Fund - Wildlife Act, Chapter W-9.1, Statutes of Alberta 1984, as amended.
- (l) Forest Development Research Trust Fund - Forest Development Research Trust Fund Act, Chapter F-13, Revised Statutes of Alberta 1980, as amended.
- (m) Long-Term Disability Benefit Fund - Bargaining Unit - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (n) Long-Term Disability Benefit Fund - Management, Opted Out and Excluded - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (o) Alberta Planning Fund - Planning Act, Chapter P-9, Revised Statutes of Alberta 1980, as amended.
- (p) Motor Vehicle Accident Claims Fund - Motor Vehicle Accident Claims Act, Chapter M-21, Revised Statutes of Alberta 1980, as amended.
- (q) Natural Gas Rebates Fund - Natural Gas Rebates Act, Chapter N-5, Revised Statutes of Alberta 1980, as amended.
- (r) Rural Electrification Revolving Fund - Rural Electrification Revolving Fund Act, Chapter R-18, Revised Statutes of Alberta 1980, as amended.
- (s) Alberta Provincial Corporation Loan Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (t) Alberta Risk Management Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (u) Canadian Pooled Equities Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended. Section 50.2 of the Act which authorizes the establishment of the Fund came into force on August 18, 1989. The Fund commenced activities on October 1, 1988.
- (v) Provincial Judges and Masters in Chambers Pension Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended.
- (w) United States Pooled Equities Fund - Financial Administration Act, Chapter F-9, Revised Statutes of Alberta 1980, as amended. Section 50.2 of the Act which authorizes the establishment of the Fund came into force on August 18, 1989. The Fund commenced activities on February 1, 1989.
- (x) Utility Companies Income Tax Rebates Fund - Utility Companies Income Tax Rebates Act, Chapter U-10, Revised Statutes of Alberta 1980, as amended. Rebates to privately owned utilities are not payable in respect of provincial income taxes paid after December 31, 1989. No interest is payable on money held in the Fund after March 31, 1990.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except as noted in Note 2(d), 2(e) and 2(f):

- (a) Investments are valued by the Canadian Pooled Equities Fund, the United States Pooled Equities Fund and the Livestock Patrons' Assurance Fund at cost. Cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

Realized gains and losses on disposals of these investments are included in the determination of investment income. The cost of investments disposed of is determined on the average cost basis.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

- (b) Money borrowed by the Province and deposited in the Alberta Provincial Corporation Loan Fund is loaned to Provincial corporations on equivalent terms and therefore income on loans to Provincial corporations and discount and interest expense on short-term debt have been accrued on a matching basis.
- (c) All interest earned on the deposits of and on the loans made by the Students Loan Fund and the Rural Electrification Revolving Fund is transferred to the General Revenue Fund.

The cost of bad debts relating to loans and interest receivable of these Funds is borne by the General Revenue Fund. Bad debt write-offs are reflected in the summary statement of assets, liabilities and fund equities by reducing the amount payable to the General Revenue Fund.

- (d) Revenues are reported on an accrual basis except fees charged upon registration of motor vehicles in accordance with section 3 of the Motor Vehicle Accident Claims Act which are reported as revenues in the fiscal year in which they are collected.

- (e) Expenditures represent the cost of goods and services acquired during the year and expenditures made or accrued in accordance with the conditions of approved grant programs.

Insurance claims and settlements on behalf of uninsured drivers are reported as expenditures. These payments are legally recoverable from uninsured drivers though only a small portion is actually collected. Amounts recovered are reported as revenue in the year they are collected.

- (f) The liabilities of the Long Term Disability Benefit Fund-Bargaining Unit, the Long Term Disability Benefit Fund - Management, Opted Out and Excluded, and the Provincial Judges and Masters in Chambers Pension Fund in respect of accrued disability and pension benefits are not included in the determination of fund equities.

- (g) Foreign currency transactions are translated into Canadian dollars using average rates of exchange, except for hedged foreign currency transactions which are translated at rates of exchange established by the terms of the forward exchange contracts. Exchange differences on unhedged transactions are included in the determination of investment income.

- (h) A summary statement of changes in financial position is not provided as disclosure in these summary financial statements is considered to be adequate.

Note 3 Loans Receivable

Loans receivable are summarized as follows:

	<u>1990</u>	<u>1989</u>
Loans made under the authority of:		
Students Finance Act	\$ 35,293	\$ 44,504
Rural Electrification Revolving Fund Act		
- Part 1 loans (a)	35,954,228	34,671,580
- Part 2 loans (new electric services) (b)	29,312,240	28,063,277
- Part 2 loans (capital rebuild loans) (c)	1,961,662	1,270,087
Financial Administration Act -		
Short-term loans to:		
Alberta Government Telephones Commission	289,381,444	232,089,495
Alberta Mortgage and Housing Corporation	11,866,196	9,946,324
	<u>\$368,511,063</u>	<u>\$306,085,267</u>

- (a) Part 1 loans bear interest at 3.5% and have fixed repayment schedules of 10 and 25 years.
- (b) Part 2 loans (new electric services) are interest free and repayable when a connection is added at a lesser cost than existing services.
- (c) Part 2 loans (capital rebuild loans) are interest free and have fixed repayment schedules of up to 25 years.

Note 4 Investments

Investments held by the Funds are as follows:

	1990		1989	
	Book Value	Market Value	Book Value	Market Value
Debentures				
Province of Alberta, guaranteed	\$ 43,980	\$ 38,661	\$ 43,971	\$ 38,423
Convertible bonds	11,659,827	11,242,000	24,389,343	24,179,200
Quoted common and preferred shares and warrants (a)	1,213,423,763	1,597,331,139	1,094,137,485	1,421,747,583
	<u>\$1,225,127,570</u>	<u>\$1,608,611,800</u>	<u>\$1,118,570,799</u>	<u>\$1,445,965,206</u>

Transactions during the year consisted of:

	1990	1989
Balance at beginning of year	\$1,118,570,799	\$ 43,962
Purchases	394,704,061	1,175,888,292
Amortization	294,840	(22,681)
Proceeds from disposals	(323,274,256)	(53,227,347)
Net gain on disposals	53,566,179	8,157,164
Write-downs	(18,734,053)	(12,268,591)
Balance at end of year	<u>\$1,225,127,570</u>	<u>\$1,118,570,799</u>

(a) At March 31, 1990 common shares and warrants with a market value of \$11,105,460 were loaned to certain borrowers. The loans were secured by Government of Canada bonds, treasury bills and letters of credit issued by chartered banks with a net realizable value of approximately \$12,816,634. During the term of the loans, the Canadian Pooled Equities Fund retains the right to receive dividends on the securities loaned.

Note 5 Short-Term Debt

	1990		1989	
	Par Value	Book Value	Par Value	Book Value
Short-term promissory notes issued by:				
Alberta Provincial Corporation				
Loan Fund	<u>\$306,000,000</u>	<u>\$301,247,640</u>	<u>\$250,200,000</u>	<u>\$242,035,819</u>

Note 6 Investment Income

Interest earned on deposits of the Crop Reinsurance Fund of Alberta, the Livestock Identification and Brand Inspection Fund, the Long-Term Disability Benefit Fund - Management, Opted Out and Excluded, the Registrar's Assurance Fund, the Rural Electrification Revolving Fund, the Stray Animals Act Fund and the Students Loan Fund is credited directly to the General Revenue Fund and is not reflected in these summary financial statements.

Note 7 Accrued Disability and Pension Benefits

At March 31, 1990, the total estimated liability for accrued disability and pension benefits under the Long-Term Disability Income Continuance Plan Regulation and the Provincial Judges and Masters in Chambers Pension Plan Regulation exceeded the fund equities of the Long-Term Disability Benefit Fund - Bargaining Unit, the Long-Term Disability Benefit Fund - Management, Opted Out and Excluded and the Provincial Judges and Masters in Chambers Pension Fund. The Regulations provide that the Government is liable to pay all benefits not paid by the Funds.

Note 8 Administration Costs

The Funds are not charged with all the administration expenses incurred in their operation as these expenses are reflected in the program costs of the Departments or Provincial Corporations that administer the Funds.

Note 9 Commitments and Contingent Liabilities

At March 31, 1990, the Rural Electrification Revolving Fund had commitments totalling \$278,100 (1989 \$568,018) in respect of loans approved but not disbursed.

At March 31, 1990, the Motor Vehicle Accident Claims Fund was contingently liable with respect to legal claims in process. Based on previous experience, it is estimated that the final cost of these claims will total approximately \$25,600,000 (1989 \$17,500,000).

At March 31, 1990, the Province was named as defendant in various legal actions relating to insurance claims. The resulting loss, if any, from these claims and other potential claims payable by the Alberta Risk Management Fund cannot be determined.

Note 10 Subsequent Event

In June 1990, a claim estimated to amount to approximately \$2,000,000 was received by the Alberta Risk Management Fund with respect to a fire that occurred in a building owned by the Province. The resulting loss, if any, cannot be determined.

Note 11 Comparative Figures

The following Funds which formed part of the Pension Fund, the Alberta Heritage Foundation for Medical Research Endowment Fund, the Alberta Heritage Scholarship Fund, the Workers' Compensation Board and the Ultimate Heir Trust Fund in 1989 are now reported in the summary financial statements of Other Regulated Funds:

Canadian Pooled Equities Fund

United States Pooled Equities Fund

Accounts payable of the Alberta Risk Management Fund includes estimated claims in respect of losses that occurred but were not reported before the year end amounting to \$932,000 (1989 \$750,000).

The 1989 figures have been restated where necessary to conform to 1990 presentation.

Note 12 Approval of Summary Financial Statements.

These summary financial statements were approved by management.

SECTION 6

1989-90 PUBLIC ACCOUNTS

PROVINCIAL AGENCIES - FINANCIAL STATEMENTS

Contents:	Page
Introduction	6.3
Advanced Education:	
Students Finance Board	6.4
Agriculture:	
Alberta Agricultural Development Corporation	6.6
Alberta Agricultural Research Institute	6.14
Alberta Dairy Control Board	6.18
Alberta Hail and Crop Insurance Corporation	6.21
Irrigation Land Manager	6.28
Consumer and Corporate Affairs	
Alberta Insurance Council	6.31
Culture and Multiculturalism:	
The Alberta Art Foundation	6.34
The Alberta Foundation for the Literary Arts	6.38
The Alberta Foundation for the Performing Arts	6.41
The Alberta Historical Resources Foundation	6.46
Alberta Multicultural Fund	6.51
Glenbow-Alberta Institute	6.54
The Government House Foundation	6.60
Economic Development and Trade:	
Alberta Motion Picture Development Corporation	6.63
Alberta Opportunity Company	6.69
Energy:	
Alberta Electric Energy Marketing Agency	6.75
Alberta Oil Sands Technology and Research Authority	6.78
Alberta Petroleum Marketing Commission	6.82
Natural Gas Pricing Agreement Act Fund	6.86
Take-or-pay Costs Sharing Fund	6.89
Environment:	
Alberta Environmental Research Trust	6.92
Alberta Special Waste Management Corporation	6.95
Environment Council of Alberta	6.100
Executive Council:	
Energy Resources Conservation Board	6.103
The Wild Rose Foundation	6.108

Contents:	Page
Health:	
Alberta Alcohol and Drug Abuse Commission	6.113
Calgary Area Hospital Advisory Council Fund	6.117
Edmonton Area Hospital Advisory Council Fund	6.119
Municipal Affairs:	
Alberta Mortgage and Housing Corporation	6.121
Recreation and Parks:	
Alberta Sport Council	6.130
The Recreation, Parks and Wildlife Foundation	6.134
Solicitor General:	
Alberta Racing Commission	6.139
Technology, Research and Telecommunications:	
The Alberta Educational Communications Corporation	6.143
Alberta Research Council	6.149
Tourism:	
Tourism Education Fund	6.155
Transportation and Utilities:	
Alberta Resources Railway Corporation	6.158
Treasury:	
Alberta Municipal Financing Corporation	6.164

PROVINCIAL AGENCIES - FINANCIAL STATEMENTS

Introduction:

Section 1(1)(l) of the Financial Administration Act defines a Provincial agency as a Provincial corporation or Provincial committee.

Section 1(1)(n) of the Financial Administration Act defines a Provincial corporation as

- “(i) a corporation that is incorporated by or under an Act of the Legislature, other than a local or private Act, all or a majority of whose members or directors are appointed or designated, either by their personal names or by their names of office, by an Act of the Legislature or regulations under an Act of the Legislature, by an order of the Lieutenant Governor in Council or of a Minister of the Crown or by any combination thereof, or
- (ii) a corporation all of whose issued voting shares of every class are owned by the Crown or held in trust for the Crown or are partly owned by the Crown and partly held in trust for the Crown, but does not include a new town or a housing authority incorporated under section 42 of the Alberta Mortgage and Housing Corporation Act, The Calgary General Hospital Board under The Calgary General Hospital Board Act or a board of a hospital district appointed by an order made under section 8 of the Hospitals Act.”

Section 1(1)(m) of the Financial Administration Act defines a Provincial committee as “an unincorporated board, commission, council or other body that is not a department or part of a department, all or a majority of whose members are appointed or designated, either by their personal names or by their names of office, by an Act of the Legislature or regulations under an Act of the Legislature, by an order of the Lieutenant Governor in Council or of a Minister of the Crown or by any combination thereof ”.

All the Provincial agencies included in this section are Provincial corporations except the Students Finance Board, the Alberta Multicultural Fund, the Edmonton Area Hospital Advisory Council Fund and the Tourism Education Fund, which are Provincial committees.

The Provincial corporations included in this section are subsidized in some manner by the General Revenue Fund and are considered to complement a Government program. They are included in the consolidated financial statements after adjusting the accounts to a basis consistent with the accounting policies described in Note 1 to the consolidated financial statements in Section 1.

The large majority of Provincial committees do not operate funds. They are financed and accounted for as departmental expenditure under a supply vote. Included in this section are those committees that operate funds. They are also included in the consolidated financial statements.

STUDENTS FINANCE BOARD
FINANCIAL STATEMENT
MARCH 31, 1990

Auditor's Report
Balance Sheet
Notes to the Financial Statement

AUDITOR'S REPORT

To the Members of the
Students Finance Board

I have examined the balance sheet of the Students Finance Board as at March 31, 1990. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the financial position of the Board as at March 31, 1990 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 2, 1990

STUDENTS FINANCE BOARD
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash (Note 2)	<u>\$400</u>	<u>\$400</u>
LIABILITIES		
Due to the General Revenue Fund	<u>\$400</u>	<u>\$400</u>
The accompanying notes are part of this financial statement.		

STUDENTS FINANCE BOARD
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1990

Note 1 Authority

The Board operates under the authority of the Students Finance Act, Chapter S-24, Revised Statutes of Alberta 1980, and carries out the following activities on behalf of the Province of Alberta:

- (i) Issue of certificates of eligibility for loans to be guaranteed pursuant to the Students Loan Guarantee Act and the Canada Student Loans Act. Fees are earned for administering Canada Student Loans Act certificates and are credited to the General Revenue Fund as revenue of the Department of Advanced Education.
- (ii) Authorization of the following types of expenditures, paid by the Department of Advanced Education from funds appropriated by the Legislature:
 - (a) Grants, bursaries, fellowships and scholarships;
 - (b) Partial loan repayments on behalf of students;
 - (c) Interest on student loans guaranteed pursuant to the Students Loan Guarantee Act;
 - (d) Implementation of guarantees pursuant to the Students Loan Guarantee Act; and
 - (e) Administration expenses in connection with all of the activities of the Board other than the costs of accommodation and basic office equipment forming part of the general administration costs of the Department of Advanced Education.
- (iii) Authorization of scholarships paid from the Alberta Heritage Scholarship Fund.

Note 2 Cash

Cash consists of accountable advances from the General Revenue Fund.

Note 3 Approval of Financial Statement

This financial statement was approved by management.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Income and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Farm Loan Incentives
Schedule of Operating Expenses

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Agricultural Development Corporation

I have examined the balance sheet of the Alberta Agricultural Development Corporation as at March 31, 1990 and the statements of income and deficit, and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 15, 1990

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 14,250	\$ 32,619
Accounts receivable	188	440
Guarantee implementations receivable (Note 5)	600	1,185
Loans and accrued interest receivable (Note 6)	912,922	896,965
Property held for sale (Note 7)	18,760	28,139
Other assets (Note 8)	2,250	3,100
Fixed assets (Note 9)	1,730	1,974
	<u>\$ 950,700</u>	<u>\$ 964,422</u>
LIABILITIES AND DEFICIT		
Liabilities:		
Accounts payable, Province of Alberta	\$ 17,588	\$ 18,779
Accounts payable, other	488	632
Guarantees payable	502	1,154
Allowance for losses on loan guarantees (Note 10)	2,651	2,888
Accrued incentives	4,736	5,105
Debentures payable (Note 12)	999,188	1,033,380
	<u>1,025,153</u>	<u>1,061,938</u>
Deficit (Note 4)	(74,453)	(97,516)
	<u>\$ 950,700</u>	<u>\$ 964,422</u>

APPROVED BY THE BOARD:

H.P. Thornton, Director

W. Fedeyko, Director

The accompanying notes are part
of these financial statements.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF INCOME AND DEFICIT
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Revenue:		
Interest income	\$ 83,889	\$ 83,345
Expenses:		
Interest expense on debentures	108,121	109,962
Farm loan incentives, Schedule 1	10,222	10,890
Operating, Schedule 2	10,609	9,889
Provision for doubtful accounts and for losses on realization of assets (Note 10)	26,189	21,049
	<u>155,141</u>	<u>151,790</u>
Operating loss	71,252	68,445
Contribution by the Province of Alberta (Note 4)	94,315	71,052
Net income for the year	23,063	2,607
Deficit at beginning of year	(97,516)	(100,123)
Deficit at end of year (Note 4)	<u>\$ (74,453)</u>	<u>\$ (97,516)</u>

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operating activities:		
Operating loss	\$(71,252)	\$(68,445)
Items not affecting cash:		
Depreciation	692	627
Gain (loss) on sale of fixed assets	(9)	8
Provision for doubtful accounts and for losses on realization of assets	<u>26,189</u>	<u>21,049</u>
	(44,380)	(46,761)
Property held for sale:		
Rental revenue	812	1,002
Protective payments	(1,195)	(1,899)
Proceeds from sale of properties	28,597	28,010
Repayments of principal on loans receivable	25,606	19,945
Loan disbursements	(82,665)	(66,943)
Claims paid to lenders on guaranteed loans	(2,733)	(2,470)
Investment in preferred shares	(1,000)	(1,500)
Net additions to fixed assets	(439)	(868)
Other	<u>(1,095)</u>	<u>351</u>
	(78,492)	(71,133)
Financing activities:		
Proceeds from issue of debentures	—	47,000
Contributions by Province of Alberta	94,315	71,052
Repayment of principal on debentures	<u>(34,192)</u>	<u>(30,540)</u>
	<u>60,123</u>	<u>87,512</u>
Increase (decrease) in cash	(18,369)	16,379
Cash at beginning of year	<u>32,619</u>	<u>16,240</u>
Cash at end of year	<u>\$ 14,250</u>	<u>\$ 32,619</u>

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Agricultural Development Corporation operates under the authority of the Agricultural Development Act, Chapter A-7, Revised Statutes of Alberta 1980, as amended.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(a) Fixed Assets and Depreciation

Fixed assets are recorded at cost. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

Office equipment	- 10 years
Electronic data processing systems	- 5 years

(b) Property Held for Sale

Property held for sale is recorded at the lower of cost and estimated net realizable value. Cost is comprised of the balance of the loan at the date on which the Corporation obtains title to the property plus subsequent disbursements related to the property less any revenues or lease payments received and any related allowance for losses on realization.

(c) Interest Revenue

Interest revenue is recorded on the accrual basis on loans receivable, including those loans which are significantly in arrears. Interest revenue recognized on accounts significantly in arrears is offset by a corresponding increase in the provision for doubtful accounts.

Note 3 Indexed Deferral Plan

Effective April 1, 1988, the Corporation implemented an Indexed Deferral Plan which allows for certain portions of loan balances to be deferred, 1990 \$40,226,000 (1989 \$30,798,000), with repayment terms based on commodity price indices. In years where the current commodity index is greater than the 10 year average index, a portion of the deferred balance will be payable. Interest is not charged on amounts deferred under this Plan.

Note 4 Financial Structure

(a) The Corporation's loans are funded through the issue of debentures to the Alberta Heritage Savings Trust Fund. The Corporation's operations are funded by contributions from the General Revenue Fund of the Province of Alberta. The General Revenue Fund provides funding for the provision for doubtful accounts and for losses on realization of assets to the extent of budgeted cash requirements. At March 31, 1990, the deficit of \$74,453,000 (1989 \$97,516,000) is substantially the result of provisions which are not yet funded.

(b) Certain office accommodation and field support costs are provided by the Province of Alberta and accordingly these costs are not reflected in these financial statements.

Note 5 Guarantee Implementations Receivable

Guarantee implementations receivable are of a demand nature and consist of payments made to financial institutions for loans made by them under the Corporation's guarantee which have subsequently gone into default.

	1990	1989
	(thousands of dollars)	
Guarantee implementations receivable	\$4,729	\$6,705
Related accrued interest	696	1,195
	<u>5,425</u>	<u>7,900</u>
Less: Allowance for doubtful accounts (Note 10)	4,825	6,715
	<u>\$ 600</u>	<u>\$1,185</u>

Note 6 Loans and Accrued Interest Receivable

Loans are secured by agreements for sale and by mortgages. Assuming that options to renew will be exercised when applicable, loans are repayable in instalments due as follows:

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Arrears of principal and interest	\$ 27,993	\$ 36,034
Prepaid balances	(11,678)	(15,611)
Principal due in		
1 year	32,060	29,903
2 years	32,906	29,872
3 years	34,909	31,242
4 years	37,001	33,044
5 years	39,136	34,918
6 - 10 years	225,070	204,855
Over 10 years	476,226	507,761
Amounts deferred under the Indexed Deferral Plan (Note 3)	<u>40,226</u>	<u>30,798</u>
	<u>933,849</u>	<u>922,816</u>
Plus: Accrued interest	<u>38,925</u>	<u>38,628</u>
	<u>972,774</u>	<u>961,444</u>
Less: Allowance for doubtful accounts (Note 10)	<u>59,852</u>	<u>64,479</u>
	<u>\$912,922</u>	<u>\$896,965</u>

Note 7 Property Held For Sale

Properties have been acquired as a result of foreclosures, quit claims and other actions and consist mainly of land.

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Cost of properties	\$51,145	\$73,858
Allowance for losses on realization (Note 10)	<u>32,385</u>	<u>45,719</u>
Estimated net realizable value	<u>\$18,760</u>	<u>\$28,139</u>

Note 8 Other Assets

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Unlisted preferred shares acquired as a result of security action	\$14,600	\$13,600
Less: Allowance for losses on realization (Note 10)	<u>12,350</u>	<u>10,500</u>
	<u>\$ 2,250</u>	<u>\$ 3,100</u>

Note 9 Fixed Assets

Fixed assets consist of the following:

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>	
			<u>1990</u>	<u>1989</u>
	(thousands of dollars)			
Office equipment	\$ 279	\$ 165	\$ 114	\$ 134
Electronic data processing systems	<u>3,747</u>	<u>2,131</u>	<u>1,616</u>	<u>1,840</u>
	<u>\$4,026</u>	<u>\$2,296</u>	<u>\$1,730</u>	<u>\$1,974</u>

Note 10 Allowance for Doubtful Accounts and for Losses on Realization of Assets

	Loans	Guarantee Implementations	Property for Sale	Other Assets	Loan Guarantees	Total
	(thousands of dollars)					
Allowance at beginning of year	\$ 64,479	\$ 6,715	\$ 45,719	\$10,500	\$2,888	\$130,301
Write offs	(9,804)	(3,366)	(31,257)	—	—	(44,427)
	54,675	3,349	14,462	10,500	2,888	85,874
Transfers to property for sale	(18,910)	—	18,910	—	—	—
Provision	24,087	1,476	(987)	1,850	(237)	26,189
Allowance at end of year	<u>\$ 59,852</u>	<u>\$ 4,825</u>	<u>\$ 32,385</u>	<u>\$12,350</u>	<u>\$2,651</u>	<u>\$112,063</u>

Note 11 Lambco

Pursuant to an agreement between Lamb Processors Co-op Ltd. (Lambco), the Province of Alberta and the Corporation, the Corporation acquired the net assets and business of the Co-op. The Corporation has since provided operating advances to Lambco in accordance with the agreement, all of which have been repaid. The agreement provides that the Province will indemnify the Corporation for any losses which might be incurred on disposal of Lambco. Any disposal proceeds in excess of any operating advances to Lambco will be payable to the Province, and therefore the financial statements of Lambco are not consolidated in the financial statements of the Corporation.

Summary financial information for Lambco is as follows:

	1990	1989
	(thousands of dollars)	
Assets	\$4,884	\$3,669
Liabilities	<u>\$1,779</u>	<u>\$1,754</u>
Equity		
Beginning of year	\$1,915	\$1,132
Net income for the year	1,190	783
End of year	<u>\$3,105</u>	<u>\$1,915</u>

Note 12 Debentures Payable

Debentures payable to the Province of Alberta are as follows:

Series	Year of Maturity	Weighted Average Interest Rate	March 31 Principal Outstanding	
			1990	1989
			(thousands of dollars)	
A	2004	9.94%	\$114,480	\$ 120,660
B	2004 - 2005	10.53	30,000	31,200
C	2005	11.22	62,400	64,800
D	2006	9.95	119,400	123,900
E	2006 - 2007	9.89	164,040	170,040
F	2007 - 2009	10.94	235,650	243,900
G	2009 - 2010	10.22	87,300	89,240
H	2010 - 2011	10.52	100,280	102,460
I	2012 - 2013	10.76	39,360	40,180
J	2009	10.83	46,278	47,000
			<u>\$999,188</u>	<u>\$1,033,380</u>

The interest rates on debentures are fixed for five year periods and repayments are by annual principal instalments over the life of the debentures.

Principal repayments due in each of the next five years are as follows:

Year ending March 31, 1991	\$35,862
1992	38,541
1993	40,760
1994	43,161
1995	46,213

Note 13 Contingencies and Commitments

The Corporation has the following contingencies and commitments:

	<u>1990</u>	<u>1989</u>
	(thousands of dollars)	
Loan guarantees and other contingencies	\$49,053	\$53,481
Less: Allowance for losses on loan guarantees (Note 10)	2,651	2,888
	<u>\$46,402</u>	<u>\$50,593</u>
Estimated farm loan incentives over the next five years on existing loans	\$26,373	\$24,725
Approved, undisbursed loans	17,082	13,111
Total commitments	<u>\$43,455</u>	<u>\$37,836</u>

The Province of Alberta indemnifies the Corporation for any losses which might be incurred on loan guarantees.

Note 14 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Schedule 1

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF FARM LOAN INCENTIVES
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Beginning farmer program	\$ 9,687	\$10,314
Alberta farm development loan programs:		
Range and soil improvement program	338	421
Sheep producers incentive program	133	74
Vegetable and potato storage program	30	74
Other	34	7
	<u>\$10,222</u>	<u>\$10,890</u>

Schedule 2

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Salaries and wages	\$ 7,028	\$6,295
Employee benefits	927	816
Depreciation	692	627
Travel	664	712
Data processing	437	375
Equipment rental and repair	155	146
Directors' fees	143	221
Stationery and office supplies	130	146
Telecommunications	117	81
Legal	98	124
Postage, freight and express	59	58
Printing and binding	41	37
Meetings and conferences	37	27
Equipment purchases	35	49
Advertising	30	21
Professional fees	16	134
Counsellor fees and mandate review	—	20
	<u>\$10,609</u>	<u>\$9,889</u>

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report

Balance Sheet

Statement of Revenue, Expenditure and Unexpended Funds

Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Board of the
Alberta Agricultural Research Institute

I have examined the balance sheet of the Alberta Agricultural Research Institute as at March 31, 1990 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Institute as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 13, 1990

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
BALANCE SHEET
AS AT MARCH 31, 1990

	1990	1989
ASSETS		
Cash	\$1,504,926	\$1,457,361
Due from Government of Canada	717,389	580,000
	<u>\$2,222,315</u>	<u>\$2,037,361</u>
LIABILITIES AND UNEXPENDED FUNDS		
Accounts payable and unearned revenue (Note 3)	\$ 496,852	\$ 388,149
Unexpended funds	1,725,463	1,649,212
	<u>\$2,222,315</u>	<u>\$2,037,361</u>
The accompanying notes are part of these financial statements.		

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
REVENUE		
Contributions from the General Revenue Fund (Note 4)	\$ —	\$1,500,000
Contributions from the Government of Canada (Note 5):		
Western Diversification Program	1,000,000	550,000
Solar Energy Research and Development Program	67,232	67,331
Interest	215,988	27,352
Contributions from industry	47,691	71,276
Grant from the Alberta Heritage Savings Trust Fund	12,833	—
Administration fees on contracted research	4,970	6,410
	<u>1,348,714</u>	<u>2,222,369</u>
EXPENDITURE		
Research grants	991,678	392,898
Administration expenses (Note 6)	121,750	97,469
Government of Canada sponsored research	67,232	67,331
Industry sponsored research	47,691	67,276
Administered awards	31,279	589
Farming for the Future program conference costs	12,833	—
	<u>1,272,463</u>	<u>625,563</u>
Excess of revenue over expenditure	76,251	1,596,806
Unexpended funds at beginning of year	1,649,212	52,406
Unexpended funds at end of year	<u>\$1,725,463</u>	<u>\$1,649,212</u>

ALBERTA AGRICULTURAL RESEARCH INSTITUTE
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Agricultural Research Institute operates as a provincial corporation under the authority of the Alberta Agricultural Research Institute Act, Chapter A-13.7, 1987, as amended.

Note 2 Significant Accounting Policies

Research Grants

Research grants are recorded in these financial statements when approved for payment to researchers' accounts. Unexpended balances of grant funds held in researchers' accounts are not reflected in these financial statements.

Contributions from Industry

Contributions from industry represent only cash donations to the Institute for specific research projects and do not include donations in-kind.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Accounts Payable and Unearned Revenue

Accounts payable and unearned revenue consist of the following:

	<u>1990</u>	<u>1989</u>
Research grants	\$387,664	\$294,657
Government of Canada sponsored research	17,745	31,575
Refunds of grants from the Alberta Heritage Savings Trust Fund	11,484	—
Farming for the Future program conference costs	11,816	—
Administration expenses	9,179	1,417
Administered awards	5,245	589
Industry sponsored research	4,945	5,218
Unearned revenue	48,774	54,693
	<u>\$496,852</u>	<u>\$388,149</u>

Note 4 Contributions from the General Revenue Fund

The Province of Alberta has agreed to provide contributions to the Institute totalling \$2,000,000 over a four year period commencing in 1988-89. \$1,500,000 in contributions has been provided as at March 31, 1990. Contributions from the General Revenue Fund are subject to the approval of annual appropriations. The Institute may be required to refund unexpended portions of contributions held at the end of a fiscal year.

Note 5 Contributions from the Government of Canada

Pursuant to an agreement between the Government of Canada's Department of Western Economic Diversification, the Government of Alberta, and the Alberta Agricultural Research Institute, Canada will make a non-repayable contribution to the Institute for agricultural research activities in the total sum of \$4,000,000 as follows:

1988-89	\$ 550,000
1989-90	1,000,000
1990-91	1,000,000
1991-92	1,000,000
1992-93	450,000

Note 6 Administration Expenses

Administration expenses consist of the following:

	<u>1990</u>	<u>1989</u>
Board members' remuneration and expenses:		
Chairman	\$ 24,015	\$26,975
Other Board members	59,601	58,508
	<u>83,616</u>	<u>85,483</u>
Personnel	22,033	—
Supplies and services	10,384	7,899
Printing	5,717	4,087
	<u>\$121,750</u>	<u>\$97,469</u>

Certain salaries and other overhead costs, as well as accommodation costs incurred in the administration of the Institute, have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Commitments

As at March 31, 1990, the Institute had commitments of \$829,400 (1989 \$454,900) with respect to grant applications approved by the Board of Directors, but for which all conditions of payment had not been met.

Note 8 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA DAIRY CONTROL BOARD
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Dairy Control Board

I have examined the balance sheet of the Alberta Dairy Control Board as at March 31, 1990 and the statement of revenue, expenditure and retained earnings for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 24, 1990

ALBERTA DAIRY CONTROL BOARD
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Operating:		
Cash	\$1,218,475	\$1,314,199
Due from processors and producers (Note 3)	469,299	492,774
	<u>1,687,774</u>	<u>1,806,973</u>
Trust: (Note 4)		
Cash	858,488	253,026
Due from processors and producers (Note 3)	1,089,096	797,900
	<u>1,947,584</u>	<u>1,050,926</u>
	<u>\$3,635,358</u>	<u>\$2,857,899</u>
LIABILITIES AND RETAINED EARNINGS		
Operating:		
Due to processors and producers (Note 5)	\$ 667,310	\$ 875,631
Due to Province of Alberta	55,378	37,565
	<u>722,688</u>	<u>913,196</u>
Retained earnings	965,086	893,777
	<u>1,687,774</u>	<u>1,806,973</u>
Trust liabilities (Note 4)	1,947,584	1,050,926
	<u>\$3,635,358</u>	<u>\$2,857,899</u>

The accompanying notes are part
of these financial statements.

ALBERTA DAIRY CONTROL BOARD
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Assessments:		
Fluid milk quota	\$276,980	\$274,604
Market share quota	225,137	232,580
Service charges	7,698	13,047
	<u>509,815</u>	<u>520,231</u>
EXPENDITURE		
Administration: (Note 6)		
Salaries and employee benefits	311,924	268,893
Travel	39,510	30,827
General office	22,050	19,079
Data processing	20,214	21,306
Board fees	8,032	6,711
	<u>401,730</u>	<u>346,816</u>
Data processing equipment and software	5,000	—
Grants	31,776	33,479
	<u>438,506</u>	<u>380,295</u>
Excess of revenue over expenditure for the year	71,309	139,936
Retained earnings at beginning of year	893,777	753,841
Retained earnings at end of year	<u>\$965,086</u>	<u>\$893,777</u>

ALBERTA DAIRY CONTROL BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Dairy Control Board operates under the authority of the Dairy Board Act, Chapter D-1, Revised Statutes of Alberta 1980, as amended.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Due from Processors and Producers

Amounts due from processors and producers consist of the following:

	<u>1990</u>	<u>1989</u>
Operating:		
Price equalization	\$ 417,652	\$443,373
Fluid milk quota assessments	25,157	30,105
Market share quota assessments	19,349	18,825
Other	7,141	471
	<u>\$ 469,299</u>	<u>\$492,774</u>
Trust:		
Canadian Dairy Commission	\$ 792,474	\$797,900
Alberta Milk Producers Society	276,512	—
Dairy Nutrition Council of Alberta	20,110	—
	<u>\$1,089,096</u>	<u>\$797,900</u>

Note 4 Trust

Under the National Milk Marketing Plan, the Board collects levies from processors on behalf of producers and forwards the levies to the Canadian Dairy Commission. A portion of the levies collected can be refunded to producers under certain conditions. During the year, levies totalling approximately \$13,300,000 (1989 \$17,800,000) were collected under the above Plan.

During the year the Board agreed to collect levies for milk promotion and education on behalf of the Dairy Nutrition Council of Alberta and the Alberta Milk Producers Society. Approximately \$170,000 was collected for the Dairy Nutrition Council of Alberta and approximately \$2,300,000 for the Alberta Milk Producers Society.

Note 5 Due to Processors and Producers

Amounts due to processors and producers consist of the following:

	<u>1990</u>	<u>1989</u>
Operating:		
Price equalization	\$437,978	\$461,971
Quota exchange	227,276	409,877
Other	2,056	3,783
	<u>\$667,310</u>	<u>\$875,631</u>

Note 6 Administration Costs

Accommodation, office furniture, certain office equipment and certain administrative service costs are borne by the General Revenue Fund and are not reflected in these financial statements. In addition, 25% of all other administration costs of \$535,640 (1989 \$462,421) is borne by the General Revenue Fund and is also not reflected in these financial statements.

Note 7 Interest on Cash Deposits and Licence Fee Income

Interest from cash deposits in the Consolidated Cash Investment Trust Fund and licence fee income have been credited directly to the General Revenue Fund of the Province of Alberta.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA HAIL AND CROP INSURANCE CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Contributions - Crop Insurance
Statement of Revenue, Expenditure and Reserve - Hail Insurance
Notes to the Financial Statements
Schedule of Administration Expenses - Crop Insurance
Schedule of Administration Expenses - Hail Insurance
Schedule of Trust Assets and Liabilities
Schedule of Trust Revenue, Expenditure and Unexpended Funds

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Hail and Crop Insurance Corporation

I have examined the balance sheet of the Alberta Hail and Crop Insurance Corporation as at March 31, 1990 and the statements of revenue, expenditure and contributions - crop insurance and revenue, expenditure and reserve - hail insurance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 12, 1990

ALBERTA HAIL AND CROP INSURANCE CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1990

	ASSETS	<u>1990</u>	<u>1989</u>
General			
Current:			
Cash		\$ 3,581,341	\$ 761,820
Short-term investments (Note 4)		8,171,039	24,750,000
Accounts receivable		3,269,875	1,919,635
Accrued interest receivable		176,501	678,534
Due from Crop Reinsurance Fund of Alberta		38,765,291	29,796,391
Due from Government of Canada		88,813,656	6,834,600
Due from Crop Reinsurance Fund of Canada for Alberta		—	31,324,566
Due from trust, Schedule 3		<u>131,173</u>	<u>198,993</u>
		142,908,876	96,264,539
Long-term investments (Note 4)		5,162,574	5,870,653
Fixed assets		<u>1,604,819</u>	<u>1,221,652</u>
		149,676,269	103,356,844
Trust, Schedule 3		<u>2,821,347</u>	<u>406,160</u>
		<u>\$152,497,616</u>	<u>\$103,763,004</u>
	LIABILITIES		
General			
Current:			
Accounts payable		\$ 150,655	\$ 318,369
Salaries and commissions payable		410,212	273,599
Estimated indemnities payable		2,282,505	650,000
Premium rebates payable		1,352,910	3,857,150
Due to Crop Reinsurance Fund of Canada for Alberta		1,139,320	—
Due to Western Grain Stabilization Fund		796,761	—
Due to Province of Alberta		<u>114,969,434</u>	<u>69,505,460</u>
		121,101,797	74,604,578
Equity in fixed assets		1,604,819	1,221,652
Hail insurance reserve		<u>26,969,653</u>	<u>27,530,614</u>
		149,676,269	103,356,844
Trust, Schedule 3		<u>2,821,347</u>	<u>406,160</u>
		<u>\$152,497,616</u>	<u>\$103,763,004</u>

The accompanying notes are part of these financial statements.

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND
CONTRIBUTIONS - CROP INSURANCE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Premiums charged to insured persons	\$ 83,490,818	\$ 61,819,114
Province of Alberta premium contributions (Note 6)	<u>7,350,982</u>	<u>5,528,741</u>
	90,841,800	67,347,855
Government of Canada contributions (Note 3(i))	<u>88,813,656</u>	<u>66,696,615</u>
	<u>179,655,456</u>	<u>134,044,470</u>
Less amounts ceded (Note 3(ii)):		
Crop Reinsurance Fund of Canada for Alberta	26,644,097	20,008,984
Crop Reinsurance Fund of Alberta	<u>26,644,097</u>	<u>20,008,984</u>
	53,288,194	40,017,968
	<u>126,367,262</u>	<u>94,026,502</u>
Investment income	<u>1,449,309</u>	<u>3,115,378</u>
	<u>127,816,571</u>	<u>97,141,880</u>
EXPENDITURE		
Indemnities	188,934,345	161,573,099
Administration expenses, Schedule 1	<u>10,399,922</u>	<u>8,852,986</u>
	<u>199,334,267</u>	<u>170,426,085</u>
Excess of expenditure over revenue for the year	<u>\$ 71,517,696</u>	<u>\$ 73,284,205</u>
CONTRIBUTIONS		
Reinsurance funds (Note 3(iii))	\$ 61,117,774	\$ 64,431,219
Administration expenses recovered from the Province of Alberta (Note 7)	<u>10,399,922</u>	<u>8,852,986</u>
	<u>\$ 71,517,696</u>	<u>\$ 73,284,205</u>

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND
RESERVE - HAIL INSURANCE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Premiums charged	<u>\$16,617,863</u>	<u>\$14,556,504</u>
Deduct:		
Reinsurance costs	197,269	323,674
Cash discounts allowed	318,453	314,639
Premium rebates	<u>1,359,024</u>	<u>3,863,325</u>
	1,874,746	4,501,638
Premiums, net	14,743,117	10,054,866
Investment income	<u>3,048,473</u>	<u>2,584,010</u>
	<u>17,791,590</u>	<u>12,638,876</u>
EXPENDITURE		
Indemnities	16,177,050	7,131,316
Administration expenses, Schedule 2	<u>2,175,501</u>	<u>1,707,056</u>
	18,352,551	8,838,372
Surplus (deficit) for the year	(560,961)	3,800,504
Reserve at beginning of year	<u>27,530,614</u>	<u>23,730,110</u>
Reserve at end of year	<u>\$26,969,653</u>	<u>\$27,530,614</u>

ALBERTA HAIL AND CROP INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Hail and Crop Insurance Corporation operates under the authority of the Hail and Crop Insurance Act, Chapter H-1, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

(i) These financial statements have been prepared in accordance with generally accepted accounting principles except that no depreciation has been provided on fixed assets as purchases are charged to operations in the year of acquisition. Fixed assets are shown on the balance sheet at cost with a corresponding credit shown as equity in fixed assets.

(ii) Other significant accounting policies are as follows:

(a) Crop Insurance

Contributions by the Government of Canada matching crop insurance premiums collected are included as income of the year the premiums are received. Amounts ceded to the Crop Reinsurance Fund of Canada for Alberta and the Crop Reinsurance Fund of Alberta are deducted from revenue of the year the requirement to cede arose. Amounts recovered from the above Reinsurance Funds are deducted from expenditure in the year the entitlement to recover arose.

(b) Trust

The Corporation administers various agriculture-related programs of the Province of Alberta or of the Province of Alberta and the Government of Canada in addition to the Hail Insurance program and the Crop Insurance program. These are regarded as incidental to the main business of the Corporation, are grouped under the heading "Trust", and are summarized on Schedules 3 and 4.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Crop Insurance Program Agreement

An agreement between the Province of Alberta and the Government of Canada entered into pursuant to section 43 of the Hail and Crop Insurance Act provides:

(i) for contributions to be made by the Government of Canada matching the crop insurance premiums collected from insured persons;

(ii) that payments will be made to the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta based on crop insurance premiums collected plus the matching amount received or receivable from the Government of Canada; and

(iii) that crop indemnities in excess of crop insurance reserves will be drawn from the Crop Reinsurance Fund of Alberta and the Crop Reinsurance Fund of Canada for Alberta, in accordance with a formula set out in the agreement for dividing any such excess between the Province of Alberta and the Government of Canada.

Note 4 Investments

Investments are recorded at amortized cost and are summarized as follows:

	1989		1989	
	Short-term	Long-term	Short-term	Long-term
Bonds and debentures:				
Government of Canada				
direct and guaranteed	\$1,995,907	\$1,913,501	\$ —	\$1,349,340
Provincial, direct				
and guaranteed	175,132	3,249,073	50,000	3,441,640
Corporate	—	—	—	1,079,673
Guaranteed investment				
certificates and term				
deposits	6,000,000	—	24,700,000	—
	<u>\$8,171,039</u>	<u>\$5,162,574</u>	<u>\$24,750,000</u>	<u>\$5,870,653</u>
Approximate market				
value at March 31	<u>\$8,171,039</u>	<u>\$4,999,510</u>	<u>\$24,750,000</u>	<u>\$5,650,149</u>

Note 5 Reinsurance Funds

The balances in these funds, as at March 31, were as follows:

	Crop Reinsurance Fund of Alberta		Crop Reinsurance Fund of Canada for Alberta	
	<u>1990</u>	<u>1989</u>	<u>1990</u>	<u>1989</u>
Opening surplus (deficit)	\$(29,796,391)	\$(18,749,101)	\$(23,515,918)	\$(10,149,957)
Current year contributions	<u>26,644,097</u> <u>(3,152,294)</u>	<u>20,008,984</u> <u>1,259,883</u>	<u>26,644,097</u> <u>3,128,179</u>	<u>20,008,984</u> <u>9,859,027</u>
Recoveries by the Corporation	<u>(35,612,997)</u>	<u>(31,056,274)</u>	<u>(25,504,777)</u>	<u>(33,374,945)</u>
Closing surplus (deficit)	<u>\$(38,765,291)</u>	<u>\$(29,796,391)</u>	<u>\$(22,376,598)</u>	<u>\$(23,515,918)</u>

Note 6 Province of Alberta Premium Contributions

In accordance with Crop Insurance Regulations proclaimed pursuant to the Hail and Crop Insurance Act, the Province of Alberta pays the insured person's portion of premium costs in excess of a stipulated percentage of the dollar coverage on grain and oilseed crops.

Note 7 Administration Expenses

All administration expenses relating to the crop insurance program have been paid by the Province of Alberta. Certain of these costs were common to the crop insurance and hail insurance programs and have been allocated to each on the basis of the number of insurance contracts processed in the year. Certain office accommodations have been provided by the Province of Alberta at no charge.

Note 8 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA HAIL AND CROP INSURANCE CORPORATION
 SCHEDULE OF ADMINISTRATION EXPENSES - CROP INSURANCE
 FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Salaries and employee benefits	\$ 4,377,027	\$3,502,286
Adjusters' wages and expenses	3,368,036	3,106,886
Advertising	368,169	272,852
Acquisition of fixed assets	343,238	493,787
Data processing	334,708	235,057
Printing, stationery and office supplies	294,268	217,947
Office rental costs	224,597	131,133
Collection commissions and expenses	207,727	177,849
Fieldmen's wages and expenses	194,307	175,163
Postage and freight	173,348	166,383
Travel and automobile expenses	131,289	106,535
Directors' fees and expenses	121,788	93,757
Legal and consulting	94,209	46,026
Grain grading costs	58,027	34,427
Telephone	55,505	50,544
Research	29,072	17,978
Miscellaneous	24,607	24,376
	<u>\$10,399,922</u>	<u>\$8,852,986</u>

Schedule 2

ALBERTA HAIL AND CROP INSURANCE CORPORATION
 SCHEDULE OF ADMINISTRATION EXPENSES - HAIL INSURANCE
 FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Agents' commissions	\$1,183,753	\$ 966,677
Salaries and employee benefits	410,936	352,876
Adjusters' wages and expenses	223,914	111,533
Advertising	93,536	91,410
Data processing	55,993	42,467
Acquisition of fixed assets	44,283	23,286
Printing, stationery and office supplies	40,008	28,172
Postage and freight	26,696	24,915
Collection commissions and expenses	23,656	22,037
Directors' fees and expenses	23,198	17,856
Travel and automobile expenses	16,664	14,787
Legal and consulting	13,830	1,619
Telephone	3,075	3,293
Miscellaneous	15,959	6,128
	<u>\$2,175,501</u>	<u>\$1,707,056</u>

Schedule 3

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF TRUST ASSETS AND LIABILITIES
AS AT MARCH 31, 1990

	Wildlife Support Program	Alberta Crop Insurance Coverage Restoration Program	Greenfeed Program	1990	Total 1989
ASSETS					
Cash	\$ 64,508	\$ —	\$ —	\$ 64,508	\$394,467
Claim overpayments recoverable	—	3,707	—	3,707	3,707
Accrued interest	206	—	—	206	7,986
Due from Province of Alberta	2,752,926	—	—	2,752,926	—
	<u>\$2,817,640</u>	<u>\$ 3,707</u>	<u>\$ —</u>	<u>\$2,821,347</u>	<u>\$406,160</u>
LIABILITIES					
Accounts payable	\$ 1,124	\$ —	\$ —	\$ 1,124	\$ 1,100
Estimated claims payable	2,652,982	—	—	2,652,982	39,996
Due to (from) general	163,534	(21,479)	(10,882)	131,173	198,993
Due to Province of Alberta	—	—	—	—	249,658
Unexpended funds (deficit)	—	25,186	10,882	36,068	(83,587)
	<u>\$2,817,640</u>	<u>\$ 3,707</u>	<u>\$ —</u>	<u>\$2,821,347</u>	<u>\$406,160</u>

Schedule 4

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF TRUST REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	Wildlife Support Program	Alberta Crop Insurance Coverage Restoration Program	Greenfeed Program	Canada - Alberta Drought Assistance Programs	1990	Total 1989
REVENUE						
Contributions from the Province of Alberta	\$2,750,442	\$ —	\$300,000	\$ 108,773	\$3,159,215	\$ 1,497,166
Interest income	30,114	—	—	—	30,114	96,655
	<u>2,780,556</u>	<u>—</u>	<u>300,000</u>	<u>108,773</u>	<u>3,189,329</u>	<u>1,593,821</u>
EXPENDITURE						
Claims, net of recoveries	2,616,869	—	275,388	—	2,892,257	1,127,234
Administration expenses	163,687	—	13,730	—	177,417	473,610
	<u>2,780,556</u>	<u>—</u>	<u>289,118</u>	<u>—</u>	<u>3,069,674</u>	<u>1,600,844</u>
Excess (deficiency) of revenue over expenditure	—	—	10,882	108,773	119,655	(7,023)
Unexpended funds (deficit) at beginning of year	—	25,186	—	(108,773)	(83,587)	2,459,582
	<u>—</u>	<u>25,186</u>	<u>10,882</u>	<u>—</u>	<u>36,068</u>	<u>2,452,559</u>
Funds returned to Province of Alberta	—	—	—	—	—	(2,536,146)
Unexpended funds (deficit) at end of year	<u>\$ —</u>	<u>\$25,186</u>	<u>\$ 10,882</u>	<u>\$ —</u>	<u>\$ 36,068</u>	<u>\$ (83,587)</u>

IRRIGATION LAND MANAGER
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Irrigation Land Manager

I have examined the balance sheet of the Irrigation Land Manager as at March 31, 1990 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Irrigation Land Manager as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 15, 1990

IRRIGATION LAND MANAGER
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 11,471	\$ 10,961
Interest receivable - land sales	261	917
Land lease receivable (Note 3)	10,470	10,115
Land sales receivable	16,061	25,137
Land held for sale, at cost	155,472	170,688
	<u>\$193,735</u>	<u>\$217,818</u>
LIABILITIES		
Unearned lease revenue	\$ —	\$ 220
Due to the Province of Alberta, General Revenue Fund (Note 4)	193,735	217,598
	<u>\$193,735</u>	<u>\$217,818</u>

The accompanying notes are part
of these financial statements.

IRRIGATION LAND MANAGER
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Cultivation and grazing leases	\$27,910	\$ 31,295
Surface leases	13,676	14,591
Interest on land sales receivable	1,053	1,549
Profit on land sales	11,008	58,191
	<u>53,647</u>	<u>105,626</u>
Expenditure:		
Water rates	17,619	17,015
Taxes	4,891	6,481
	<u>22,510</u>	<u>23,496</u>
Excess of revenue over expenditure	31,137	82,130
Transfer to the Province of Alberta, General Revenue Fund (Note 4)	31,137	82,130
	<u>\$ —</u>	<u>\$ —</u>

IRRIGATION LAND MANAGER
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Irrigation Land Manager operates under the authority of the Irrigation Land Manager Act, Chapter I-12, Revised Statutes of Alberta 1980.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Land Lease Receivable

	<u>1990</u>	<u>1989</u>
Land lease receivable	\$31,840	\$31,485
Provision for doubtful accounts	<u>21,370</u>	<u>21,370</u>
	<u>\$10,470</u>	<u>\$10,115</u>

Note 4 Due to the Province of Alberta, General Revenue Fund

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$217,598	\$ 238,468
Excess of revenue over expenditure	31,137	82,130
Remittances during the year	<u>(55,000)</u>	<u>(103,000)</u>
Balance at end of year	<u>\$193,735</u>	<u>\$ 217,598</u>

Note 5 Administrative Costs

Salaries, accommodation and other administrative expenses incurred in the administration of the Irrigation Land Manager's operations are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 6 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA INSURANCE COUNCIL
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Insurance Council

I have examined the balance sheet of the Alberta Insurance Council as at December 31, 1989 and the statement of revenue, expenditure and operating surplus for the period January 18 to December 31, 1989. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Council as at December 31, 1989 and the results of its operations and the changes in its financial position for the period then ended in accordance with generally accepted accounting principles.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 6, 1990

ALBERTA INSURANCE COUNCIL
BALANCE SHEET
AS AT DECEMBER 31, 1989

ASSETS

Current:	
Cash	\$295,018
Inventory	2,608
Prepaid expenses	883
	<u>298,509</u>
Fixed (Note 3)	75,174
	<u><u>\$373,683</u></u>

LIABILITIES AND OPERATING SURPLUS

Accounts payable	\$ 12,096
Due to the Province of Alberta (Note 4)	2,569
	<u>14,665</u>
Operating surplus	359,018
	<u><u>\$373,683</u></u>

The accompanying notes are part
of these financial statements.

ALBERTA INSURANCE COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE PERIOD JANUARY 18 TO DECEMBER 31, 1989

Revenue	
Province of Alberta, Department of Consumer and Corporate Affairs (Note 1)	\$825,050
Interest	25,813
Sale of educational materials, net	679
	<u>851,542</u>
Expenditure	
Salaries and benefits	224,390
Software development	55,727
Council meetings	53,998
Printing and stationery	38,588
Occupancy	29,758
Depreciation	23,838
Equipment rental	21,525
Travel	11,504
Freight and postage	11,197
Communications	9,183
Insurance	7,704
Other	5,112
	<u>492,524</u>
Excess of revenue over expenditure for the period and operating surplus at December 31, 1989	<u><u>\$359,018</u></u>

ALBERTA INSURANCE COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Alberta Insurance Council operates under the authority of the Insurance Act, Chapter I-5, Revised Statutes of Alberta 1980, as amended.

The Council was established November 4, 1988 and commenced operations January 18, 1989. Pursuant to the delegation of certain licensing and administrative functions to it by the Superintendent of Insurance, the Council collects prescribed licensing and examination fees which it remits to the Provincial Treasurer. In return, the Council receives from the General Revenue Fund of the Province of Alberta an amount equal to 85% of the fees collected.

Note 2 Significant Accounting Policies and Reporting Practices

a) Inventory

Inventory of educational material is recorded at cost.

b) Fixed Assets and Depreciation

Fixed assets are recorded at cost. Depreciation is provided as follows:

Furniture and office equipment	- 20% declining balance
Computer equipment	- 30% declining balance
Telephone equipment	- 20% straight-line

Computer software costs are charged to expense of the period in which they are incurred.

c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Fixed Assets

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Furniture and office equipment	\$54,856	\$10,971	\$43,885
Computer equipment	40,356	12,107	28,249
Telephone equipment	3,800	760	3,040
	<u>\$99,012</u>	<u>\$23,838</u>	<u>\$75,174</u>

Note 4 Due to the Province of Alberta

The net balance at December 31, 1989 consists of:

Licensing and examination fees due to the Province of Alberta	\$17,125
Due from the Province of Alberta	<u>14,556</u>
	<u>\$ 2,569</u>

Note 5 Lease Commitments

The Council is committed to lease payments as follows in each of the next 5 years:

1990	\$54,656
1991	54,656
1992	42,084
1993	37,475
1994	37,116

Note 6 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA ART FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Statement of Equity in Artworks
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta Art Foundation

I have examined the balance sheet of The Alberta Art Foundation as at March 31, 1990 and the statements of revenue, expenditure and operating surplus and equity in artworks for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 23, 1990

THE ALBERTA ART FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash (Note 4)	\$4,334,708	\$3,976,768
Interest receivable	128,398	102,853
Accounts receivable	1,089	3,302
Inventory	2,525	2,525
Investments (Note 5)	50,000	50,000
	<u>4,516,720</u>	<u>4,135,448</u>
Fixed:		
Equipment (Note 6)	<u>62,588</u>	<u>24,511</u>
Artworks:		
Purchased	1,934,802	1,655,548
Donated	397,844	327,439
	<u>2,332,646</u>	<u>1,982,987</u>
	<u>\$6,911,954</u>	<u>\$6,142,946</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 13,467	\$ 15,562
Grants payable	3,700	5,148
	<u>17,167</u>	<u>20,710</u>
Equity:		
Contributed surplus	665	1,264
Operating surplus	1,279,033	855,542
Equity in artworks	2,332,646	1,982,987
Reserve (Note 7)	3,282,443	3,282,443
	<u>6,894,787</u>	<u>6,122,236</u>
	<u>\$6,911,954</u>	<u>\$6,142,946</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA ART FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Contributions:		
Lottery Fund	\$1,937,000	\$ —
Western Canada Lottery Corporation	388,000	2,282,950
Interest	472,977	361,294
Donations	5,482	75
Miscellaneous	972	1,593
	<u>2,804,431</u>	<u>2,645,912</u>
EXPENDITURE		
Grants	1,632,098	1,383,951
Acquisition of artworks	278,354	261,786
Provincial travelling exhibition program	217,600	217,000
Salaries, benefits and staff development	110,625	114,963
Board members' fees and expenses	54,826	53,424
Cultural exchange program	19,486	105,723
Accounting services	18,000	18,000
Technical and professional services	17,325	6,391
Cataloguing and display	9,140	11,487
Depreciation	5,309	1,713
Staff travel	5,035	5,164
Office	4,572	9,744
Public relations	4,403	4,469
Donations and gifts of artworks	1,830	1,771
Van operations	1,565	1,428
Miscellaneous	772	839
	<u>2,380,940</u>	<u>2,197,853</u>
Excess of revenue over expenditure for the year	423,491	448,059
Operating surplus at beginning of year	855,542	407,483
Operating surplus at end of year	<u>\$1,279,033</u>	<u>\$ 855,542</u>

THE ALBERTA ART FOUNDATION
STATEMENT OF EQUITY IN ARTWORKS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Equity at beginning of year	\$1,982,987	\$1,713,801
Acquisitions of artworks:		
Purchased	278,354	261,786
Donated	70,405	8,300
With insurance proceeds	900	—
	<u>2,332,646</u>	<u>1,983,887</u>
Disposal of artworks	—	900
Equity at end of year	<u>\$2,332,646</u>	<u>\$1,982,987</u>

THE ALBERTA ART FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Alberta Art Foundation operates under the authority of the Alberta Art Foundation Act, Chapter A-15, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
General
These financial statements have been prepared in accordance with generally accepted accounting principles except that artworks are charged to operations in the year of purchase. Notwithstanding this policy, the balance sheet also shows, for information purposes, the cumulative cost of artworks owned with a corresponding credit to equity in artworks.
Artworks
Purchased artworks are recorded at cost. Donated artworks are recorded at appraised value at date of acquisition. The appraisals are performed by either Foundation personnel or a professional appraiser as determined by the Foundation.
Equipment
Purchased equipment is recorded at cost. Donated equipment is recorded at the donor's net book value. Contributed surplus is credited with the recorded value of the donated equipment.
Equipment is depreciated over 10 years to an estimated salvage value. Depreciation on purchased equipment is charged to expenditure, and depreciation on donated equipment is charged to contributed surplus.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Administration Costs
Certain salary, accommodation and other overhead costs incurred in the administration of the Foundation are borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 4 Cash
Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. The Foundation earns interest on the daily cash balance at the average rate of interest earned by the Consolidated Cash Investment Trust Fund.
- Note 5 Investments
Investments are recorded at cost and consist of \$50,000 in Alberta Capital Bonds with a floating interest rate (minimum 8 1/2%), due June 1, 1990.
- Note 6 Equipment
- | | <u>Cost</u> | <u>Accumulated
Depreciation</u> | <u>Net Book Value</u> | |
|-----------|------------------------|-------------------------------------|------------------------|------------------------|
| | | | <u>1990</u> | <u>1989</u> |
| Purchased | \$81,520 | \$19,597 | \$61,923 | \$23,247 |
| Donated | <u>4,856</u> | <u>4,191</u> | <u>665</u> | <u>1,264</u> |
| | <u><u>\$86,376</u></u> | <u><u>\$23,788</u></u> | <u><u>\$62,588</u></u> | <u><u>\$24,511</u></u> |
- Note 7 Reserve
The Foundation has established a reserve for the purpose of providing a long-term autonomous source of future funding. The reserve is not available to the Foundation for use in its operations unless written approval to do so is granted by the Minister of Culture and Multiculturalism. The interest earned on the reserve amount is reported as operating revenue.
- Note 8 Commitments
Commitments at March 31, 1990 amounted to \$32,450 (1989 \$114,750).
- Note 9 Approval of Financial Statements
These financial statements were approved by the Chairman of the Foundation.

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta
Foundation for the Literary Arts

I have examined the balance sheet of The Alberta Foundation for the Literary Arts as at March 31, 1990 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 20, 1990

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash and short-term deposits	\$432,473	\$313,923
Interest receivable	1,570	4,930
Accounts receivable	120	58
Prepaid expenses	4,097	4,802
	<u>438,260</u>	<u>323,713</u>
Fixed:		
Furniture, equipment and leasehold improvements, at cost	19,225	18,635
Less: Accumulated depreciation	12,810	10,786
	<u>6,415</u>	<u>7,849</u>
	<u>\$444,675</u>	<u>\$331,562</u>
LIABILITIES AND EQUITY		
Current:		
Grants payable	\$230,638	\$ 84,001
Accounts payable	1,296	15,233
	<u>231,934</u>	<u>99,234</u>
Equity:		
Surplus	12,741	32,328
Reserve (Note 3)	200,000	200,000
	<u>212,741</u>	<u>232,328</u>
	<u>\$444,675</u>	<u>\$331,562</u>

The accompanying notes are part of these financial statements.

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Contributions:		
Lottery Fund	\$1,104,000	\$ —
Western Canada Lottery Corporation	221,000	1,325,000
Interest	41,755	67,740
	<u>1,366,755</u>	<u>1,392,740</u>
EXPENDITURE		
Grants (Note 4)	1,190,800	1,444,208
Salaries and employee benefits	87,292	84,628
Board members' fees and expenses	40,649	58,117
Office	36,732	37,450
Advertising and public relations	14,856	10,319
Professional fees	7,448	23,496
Staff travel	4,735	4,066
Depreciation	2,024	3,393
Miscellaneous	1,806	1,085
	<u>1,386,342</u>	<u>1,666,762</u>
Excess of expenditure over revenue for the year	(19,587)	(274,022)
Surplus at beginning of year	32,328	6,350
	<u>12,741</u>	<u>(267,672)</u>
Returned from reserve	—	300,000
Surplus at end of year	<u>\$ 12,741</u>	<u>\$ 32,328</u>

THE ALBERTA FOUNDATION FOR THE LITERARY ARTS
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Alberta Foundation for the Literary Arts operates under the authority of the Cultural Foundations Act, Chapter C-40, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
- Grants
Grants are recorded as expenditure in the year for which the Board approves them if required conditions have been fulfilled by the grant applicants.
Amounts recoverable from grant recipients are offset against grant expenditure in the year the amounts recoverable are determined.
- Depreciation
Depreciation is recorded using the straight-line method at the following rates:
- | | |
|---|------------------------|
| Computer equipment | - 25% of original cost |
| Office furniture and
other equipment | - 15% of original cost |
- Leasehold improvements are amortized over the life of the lease.
- Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Reserve
The Foundation has established a reserve for the purpose of retaining an ongoing funding capability.
- Note 4 Grants
Grants are paid to writers, publishers, libraries and other organizations that support the literary arts.
- Note 5 Commitments
At March 31, 1990 the Foundation had commitments totalling \$18,820 (1989 \$17,847) in respect of grants approved from 1989/90 funds but not disbursed because certain conditions were still to be met by the applicants.
The Foundation also had commitments totalling \$66,250 (1989 \$Nil) in respect of grants to be disbursed from 1990/91 funds.
- Note 6 Comparative Figures
The 1989 figures have been reclassified where necessary to conform to 1990 presentation.
- Note 7 Approval of Financial Statements
These financial statements were approved by the Chairman of the Foundation.

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Statement of Restricted Fund
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Alberta
Foundation for the Performing Arts

I have examined the balance sheet of The Alberta Foundation for the Performing Arts as at March 31, 1990 and the statements of revenue, expenditure and operating surplus, restricted fund and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 11, 1990

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
BALANCE SHEET
AS AT MARCH 31, 1990

	ASSETS	<u>1990</u>	<u>1989</u>
GENERAL FUND			
Current:			
Cash		\$ 75,826	\$ 22,540
Short-term deposit		361,750	100,000
Interest receivable		164,524	173,886
Prepaid expenses		3703	1,817
Accounts receivable		6,218	—
		<u>608,688</u>	<u>328,243</u>
Investments (Note 3)		<u>3,544,753</u>	<u>3,543,180</u>
Fixed:			
Furniture and equipment, at cost		132,527	57,776
Less: Accumulated depreciation		<u>55,258</u>	<u>39,397</u>
		<u>77,269</u>	<u>18,379</u>
		<u>4,230,710</u>	<u>3,889,802</u>
RESTRICTED FUND (Note 4)			
Current:			
Treasury bills		—	399,798
Interest receivable		—	6,120
Due from general fund		—	492
		<u>—</u>	<u>406,410</u>
		<u>\$4,230,710</u>	<u>\$4,296,212</u>
LIABILITIES AND SURPLUS			
GENERAL FUND			
Current:			
Accounts payable		\$ 53,092	\$ 8,368
Due to restricted fund		—	492
		<u>53,092</u>	<u>8,860</u>
Surplus:			
General reserve (Note 5)		3,584,303	3,584,303
Operating surplus (Notes 6 and 7)		<u>593,315</u>	<u>296,639</u>
		<u>4,177,618</u>	<u>3,880,942</u>
		<u>4,230,710</u>	<u>3,889,802</u>
RESTRICTED FUND (Note 4)			
Current:			
Bank overdraft		—	93,155
Accounts payable		—	3,000
		<u>—</u>	<u>96,155</u>
Unexpended funds		—	310,255
		<u>—</u>	<u>406,410</u>
		<u>\$4,230,710</u>	<u>\$4,296,212</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
REVENUE		
Contributions:		
Lottery Fund	\$1,854,000	\$ —
Western Canada Lottery Corporation	371,000	2,174,400
Investment income	452,044	449,070
Other	212	1,674
	<u>2,677,256</u>	<u>2,625,144</u>
EXPENDITURE		
Financial assistance to the performing arts:		
Project grant program	612,041	613,744
Festival grant program	421,283	450,375
Amateur operating assistance program	401,217	894,006
Provincial service organizations grant program	380,000	319,400
In-province touring program	120,986	—
Artists in school program	58,387	—
Banff Centre School of Fine Arts program	30,000	30,000
Awards program	9,751	3,269
	<u>2,033,665</u>	<u>2,310,794</u>
Administrative:		
Manpower costs	202,295	182,413
Board travel and meeting expenses	43,529	46,348
Printing and supplies	41,933	26,327
Board members' honoraria	40,225	36,490
Legal and professional	33,860	25,957
Provision for uncollectible grant refunds	26,288	—
Telephone, postage, deliveries and utilities	24,825	22,294
Depreciation	19,957	7,021
Equipment maintenance, supplies and rentals	11,106	501
Premises rental	5,250	9,000
Community relations and advertising	2,614	2,967
Loss on disposal of fixed assets	461	—
Bank charges and interest	63	764
Miscellaneous	2,327	1,981
	<u>454,733</u>	<u>362,063</u>
	<u>2,488,398</u>	<u>2,672,857</u>
Excess (deficiency) of revenue over expenditure	188,858	(47,713)
Transfer from restricted fund (Note 4)	107,818	—
Transfer from reserve for amateur operating assistance program (Note 8)	—	150,000
	296,676	102,287
Operating surplus at beginning of year	296,639	194,352
Operating surplus at end of year (Notes 6 and 7)	<u>\$ 593,315</u>	<u>\$ 296,639</u>

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF RESTRICTED FUND
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
REVENUE		
Investment income	\$ 19,406	\$ 42,098
EXPENDITURE		
Financial assistance to the performing arts	221,825	332,483
Administrative:		
Professional fees	18	4,200
Board expenses	—	120
Manpower costs	—	119
	18	4,439
	<u>221,843</u>	<u>336,922</u>
Deficiency of revenue over expenditure	(202,437)	(294,824)
Unexpended funds at beginning of year	310,255	605,079
	107,818	310,255
Transfer to general fund (Note 4)	107,818	—
Unexpended funds at end of year	<u>\$ —</u>	<u>\$ 310,255</u>

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating transactions:		
Excess (deficiency) of revenue over expenditure:		
General fund	\$ 188,858	\$ (47,713)
Restricted fund	(202,437)	(294,824)
Non-cash transactions:		
Depreciation	19,957	7,021
Loss on disposal of fixed assets	461	—
Amortization of investments	(1,573)	(1,758)
Net change in non-cash working capital	<u>82,435</u>	<u>(18,637)</u>
Cash provided by (applied to) operating transactions	<u>87,701</u>	<u>(355,911)</u>
Investing transactions:		
Proceeds from investments	600,000	750,000
Purchases of investments	(600,000)	(600,000)
Fixed assets acquired	(79,728)	(807)
Proceeds from sale of fixed assets	<u>420</u>	<u>28</u>
Cash provided by (applied to) investing transactions	<u>(79,308)</u>	<u>149,221</u>
Increase (decrease) in cash and cash equivalents	8,393	(206,690)
Cash and cash equivalents at beginning of year:		
General fund	122,540	39,588
Restricted fund	<u>306,643</u>	<u>596,285</u>
Cash and cash equivalents at end of year	<u>\$ 437,576</u>	<u>\$ 429,183</u>

THE ALBERTA FOUNDATION FOR THE PERFORMING ARTS
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Alberta Foundation for the Performing Arts operates under the authority of the Cultural Foundations Act, Chapter C-40, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
Depreciation
Depreciation is recorded using the straight-line method at the following rates:
Computer equipment - 30% of cost
Furniture and other equipment - 15% of cost
Investments
Investments are recorded at cost or amortized cost where applicable. Amortization of premium or discount is calculated on a straight-line basis from acquisition date to maturity date.
- Note 3 Investments
Investments are summarized as follows:

	<u>1990</u>		<u>1989</u>	
	<u>Cost</u>	<u>Market Value</u>	<u>Cost</u>	<u>Market Value</u>
Guaranteed investment certificates	\$1,800,000	\$1,800,000	\$1,500,000	\$1,500,000
Government of Canada bonds	1,594,783	1,561,725	1,893,235	1,905,035
Province of Alberta bonds	<u>149,970</u>	<u>145,100</u>	<u>149,945</u>	<u>143,775</u>
	<u>\$3,544,753</u>	<u>\$3,506,825</u>	<u>\$3,543,180</u>	<u>\$3,548,810</u>

The market value of guaranteed investment certificates, which are only realizable on maturity and are non-transferable, is deemed to be equal to cost.

Note 4 Restricted Fund

The restricted fund represented a conditional assistance program established by the Minister of Culture and Multiculturalism in June 1985. The program was funded from uncommitted lottery funds received in the year ended March 31, 1986 and assisted performing arts organizations to meet financial obligations and current objectives. The program was discontinued in 1989-90 and the unexpended fund balance was transferred to the general fund.

Note 5 General Reserve

By a resolution of the Board of Directors 50% of the funds received to March 31, 1987 from the Western Canada Lottery Alberta Division were retained and invested by the Foundation, thus providing a long-term autonomous source of future funding for the grant programs.

Note 6 Operating Surplus

At March 31, 1990, \$107,818 of the operating surplus was allocated for the payment of special grants.

Note 7 Commitments

At March 31, 1990, the Foundation had commitments from operating surplus for grants approved but not disbursed, pending fulfilment of conditions by recipients. The commitments are summarized as follows:

	<u>1990</u>	<u>1989</u>
Project grant program	\$228,599	\$134,587
Festival grant program	96,373	122,952
In-province touring program	59,686	96,280
Provincial service organizations grant program	—	5,000
Artists in school program	15,122	—
Special grants	3,742	165,553
	<u>\$403,522</u>	<u>\$524,372</u>

On August 18, 1990, the Foundation committed another \$30,000 from operating surplus for the Banff Centre School of Fine Arts program.

At March 31, 1990, the Foundation also had commitments totalling \$375,000 (1989 \$Nil) for grants from 1990-91 funds.

Note 8 Reserve for Amateur Operating Assistance Program

The reserve for amateur operating assistance program was established to respond to the needs caused by a reduction in the operating grant program of the Department of Culture and Multiculturalism. In the year ended March 31, 1989, the balance of this reserve was transferred to operating surplus.

Note 9 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 10 Approval of Financial Statements

These financial statements were approved by management.

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Statement of Reserves
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Alberta
Historical Resources Foundation

I have examined the balance sheet of The Alberta Historical Resources Foundation as at December 31, 1989 and the statements of revenue, expenditure and surplus, reserves, and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 22, 1990

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
BALANCE SHEET
DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Cash	\$2,059,751	\$1,495,344
Short-term deposits	280,485	294,176
Accounts receivable	17,141	17,973
Prepaid expenses	5,360	5,444
	<u>2,362,737</u>	<u>1,812,937</u>
Fixed:		
Furniture and equipment, at cost	62,159	61,540
Less: Accumulated depreciation	<u>47,527</u>	<u>42,314</u>
	14,632	19,226
Historical assets, at cost (Note 7)	<u>504,643</u>	<u>414,460</u>
	<u>\$2,882,012</u>	<u>\$2,246,623</u>
LIABILITIES AND EQUITY		
Current:		
Grants payable	\$ 592,659	\$ 443,469
Accounts payable	<u>20,248</u>	<u>112,972</u>
	612,907	556,441
Equity:		
Equity in historical assets	504,643	414,460
Surplus	1,033,507	542,267
Reserves	<u>730,955</u>	<u>733,455</u>
	<u>2,269,105</u>	<u>1,690,182</u>
	<u>\$2,882,012</u>	<u>\$2,246,623</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>Operations</u>	<u>Main Street (Note 4)</u>	<u>Total 1989</u>	<u>Total 1988</u>
REVENUE				
Contributions from the Western Canada Lottery Corporation	\$2,393,350	\$443,750	\$2,837,100	\$2,099,700
Interest	220,010	—	220,010	142,976
Sale of historical assets	—	—	—	100,000
Contributions from the Heritage Canada Foundation	—	53,634	53,634	50,070
Donations	406,202	—	406,202	8,859
Membership fees	6,354	—	6,354	4,630
Property income	—	—	—	3,600
Miscellaneous	8,404	—	8,404	4,404
	<u>3,034,320</u>	<u>497,384</u>	<u>3,531,704</u>	<u>2,414,239</u>
EXPENDITURE				
Grants:				
Architectural preservation	911,169	—	911,169	586,459
Public awareness	339,351	—	339,351	462,389
Alberta museums Association	824,800	—	824,800	449,600
Main Street program	—	422,451	422,451	393,939
Learned societies and associations	87,500	—	87,500	13,436
Acquisition of historical assets	90,183	—	90,183	250,000
Salaries and benefits	177,919	63,763	241,682	218,463
Travel and car rental	14,405	7,025	21,430	19,403
Staff development	3,352	4,153	7,505	4,114
Board of Directors expenses	46,646	—	46,646	46,978
Office supplies and expenses	22,439	19,479	41,918	29,339
Depreciation on furniture and equipment	5,741	—	5,741	6,129
Bad debts	1,324	—	1,324	—
Foundation projects	1,264	—	1,264	1,247
	<u>2,526,093</u>	<u>516,871</u>	<u>3,042,964</u>	<u>2,481,496</u>
Surplus (deficit) for the year (Note 3)	508,227	(19,487)	488,740	(67,257)
Appropriated to reserves	(3,319)	—	(3,319)	(2,594)
Returned from reserves	5,819	—	5,819	—
	<u>510,727</u>	<u>(19,487)</u>	<u>491,240</u>	<u>(69,851)</u>
Surplus at beginning of year	413,781	128,486	542,267	612,118
Surplus at end of year	<u>\$ 924,508</u>	<u>\$108,999</u>	<u>\$1,033,507</u>	<u>\$ 542,267</u>

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF RESERVES
FOR THE YEAR ENDED DECEMBER 31, 1989

	Balance at Beginning of Year	Appropriated from Operations	Returned to Operations	Balance at End of Year
Funding reserve (Note 6)	\$700,000	\$ —	\$ —	\$700,000
Soderstrom reserve:				
Principal	25,000	—	—	25,000
Expendable	8,455	3,319	(5,819)	5,955
	<u>\$733,455</u>	<u>\$3,319</u>	<u>\$(5,819)</u>	<u>\$730,955</u>

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989

	1989	1988
Operating activities:		
Surplus (deficit) for the year	\$ 488,740	\$ (67,257)
Depreciation	5,741	6,129
Net change in non-cash working capital balances	<u>71,073</u>	<u>1,398,254</u>
	<u>565,554</u>	<u>1,337,126</u>
Investing activities:		
Purchase of fixed assets, net	<u>1,147</u>	<u>3,728</u>
Increase in cash during the year	<u>564,407</u>	<u>1,333,398</u>
Cash at beginning of year	<u>1,495,344</u>	<u>161,946</u>
Cash at end of year	<u>\$2,059,751</u>	<u>\$1,495,344</u>

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

- Note 1 Authority
The Alberta Historical Resources Foundation operates under the authority of the Historical Resources Act, Chapter H-8, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
- (a) General
- These financial statements have been prepared in accordance with generally accepted accounting principles except that the cost of historical assets is charged to expenditure on acquisition and shown at cost on the balance sheet as historical assets with the offsetting credit to equity in historical assets. Donations of historical assets are not included in the financial statements.
- (b) Fixed Assets
- Furniture and equipment are depreciated at the rate of 15% per annum on a straight-line basis.
- Note 3 Prior Period Adjustment
- The Soderstrom reserve had previously been shown as a restricted fund, but is now reported as a reserve. Interest income amounting to \$2,594, previously shown as contributions and interest in the statement of restricted funds for the year ended December 31, 1988, is now restated as interest revenue. The effect of this restatement has been to increase revenue and decrease the deficit by \$2,594 as at December 31, 1988.
- Note 4 Main Street Program
- In 1987, the Foundation entered into an agreement with the Heritage Canada Foundation and the Department of Culture and Multiculturalism to administer the Alberta Main Street Program. Only those costs directly attributable to the program have been shown as charged against the program revenue. Other costs have been absorbed by the Foundation.
- Note 5 Accommodation
- Accommodation costs incurred in the administration of the Foundation have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 6 Funding Reserve
- The Foundation has established a reserve for the purpose of retaining an ongoing funding capability.
- Note 7 Donation of Historical Assets
- A collection of artwork and historical artifacts was donated to the Foundation during the year. In accordance with the policy stated in Note 2, this collection has not been included in these financial statements. The fair market value of the collection has not been determined at this time, but management estimates its value at \$850,000.
- Note 8 Commitments
- The Foundation had commitments in respect of grants approved but not disbursed where certain conditions were still to be met by the applicants, amounting to:
- | | <u>1989</u> | <u>1988</u> |
|----------------------------|------------------|------------------|
| Architectural preservation | \$813,989 | \$493,387 |
| Public awareness | 157,059 | 171,723 |
| Learned societies | 12,500 | — |
| | <u>\$983,548</u> | <u>\$665,110</u> |
- The commitments for 1988 have been restated to correct an error in the figures shown in the 1988 financial statements.
- Note 9 Comparative Figures
- The 1988 figures have been reclassified where necessary to conform to 1989 presentation.
- Note 10 Approval of Financial Statements
- These financial statements were reviewed by management and a Board member and were recommended for approval by the Board.

ALBERTA MULTICULTURAL FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Culture and
Multiculturalism

I have examined the balance sheet of the Alberta Multicultural Fund as at March 31, 1990 and the statement of revenue, expenditure and operating surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 28, 1990

ALBERTA MULTICULTURAL FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash (Note 4)	\$3,206,826	\$2,794,540
Accounts receivable	—	1,081
	<u>\$3,206,826</u>	<u>\$2,795,621</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 44,235	\$ 21,070
Grants payable	13,188	40,075
Due to the General Revenue Fund	25,100	—
	<u>82,523</u>	<u>61,145</u>
Surplus:		
Reserve (Note 5)	1,000,000	1,000,000
Operating surplus	2,124,303	1,734,476
	<u>3,124,303</u>	<u>2,734,476</u>
	<u>\$3,206,826</u>	<u>\$2,795,621</u>

The accompanying notes are part
of these financial statements.

ALBERTA MULTICULTURAL FUND
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Contributions:		
Lottery Fund	\$2,062,000	\$ —
Western Canada Lottery Corporation	413,000	2,475,000
Government of Canada	187,000	—
Interest	360,540	220,572
Fees	66,050	18,775
Other	1,354	2,961
	<u>3,089,944</u>	<u>2,717,308</u>
EXPENDITURE		
Grants:		
Multicultural Retention	765,362	897,199
Multicultural Sharing and Understanding	692,234	306,106
Umbrella/Multicultural Organizations	667,620	274,250
Special projects	213,651	42,950
Recovery of grants paid by The Alberta Cultural Heritage Foundation	(6,019)	—
	<u>2,332,848</u>	<u>1,520,505</u>
Administration:		
Professional and technical services	260,398	249,984
Printing	28,125	11,619
Travel	22,274	4,250
Hosting	20,076	1,138
Rentals	10,967	2,186
Freight and postage	9,194	2,583
Wages	6,679	—
Materials and supplies	4,913	4,514
Advertising	3,773	4,683
Alberta People Kits written off	—	29,250
Miscellaneous	870	1,345
	<u>367,269</u>	<u>311,552</u>
	<u>2,700,117</u>	<u>1,832,057</u>
Excess of revenue over expenditure for the year	389,827	885,251
Operating surplus at beginning of year	1,734,476	—
Operating surplus transferred from The Alberta Cultural Heritage Foundation (Note 5)	—	849,225
Operating surplus at end of year	<u>\$2,124,303</u>	<u>\$1,734,476</u>

ALBERTA MULTICULTURAL FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Alberta Multicultural Fund operates under the authority of the Alberta Cultural Heritage Act, Chapter A-17.5, Statutes of Alberta 1984, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
Recovery of Grants
The recovery of grants made in prior years is recorded as a reduction of grant expenditures in the year that the Fund determines that a portion of grants previously made will be recovered.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Administration Expenses
Salaries, accommodation and other overhead costs incurred in the administration of the Fund have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 4 Cash
Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. The Alberta Multicultural Fund earns interest on the daily cash balance at the average rate of interest earned by the Consolidated Cash Investment Trust Fund.
- Note 5 Surplus Transferred from The Alberta Cultural Heritage Foundation
All the assets and liabilities, except fixed assets, of The Alberta Cultural Heritage Foundation were transferred to the Alberta Multicultural Fund on April 1, 1988. Amounts included in surplus in these financial statements, resulting from these transfers, consist of:
- | | |
|-------------------|--------------------|
| Reserve | \$1,000,000 |
| Operating surplus | 849,225 |
| | <u>\$1,849,225</u> |
- The reserve is maintained for the purpose of retaining an ongoing funding capability.
- Note 6 Comparative Figures
The 1989 figures have been reclassified where necessary to conform to 1990 presentation.
- Note 7 Approval of Financial Statements
These financial statements have been approved by management.

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Changes in Fund Balances
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Board of Governors of the
Glenbow-Alberta Institute

I have examined the consolidated balance sheet of the Glenbow-Alberta Institute as at March 31, 1990 and the consolidated statement of changes in fund balances for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

In common with similar organizations, the Institute derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of the Institute and I was not able to determine whether any adjustments might be necessary to donation revenue, net revenue, assets and operating fund balance at end of year.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of revenue from donations referred to in the preceding paragraph, these consolidated financial statements present fairly the financial position of the Institute as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the consolidated financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 8, 1990

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 1990

	1990	1989
ASSETS		
Operating		
Current:		
Cash and deposits	\$ 1,128,261	\$ 917,015
Accrued interest receivable	147,709	135,125
Accounts receivable	161,460	210,063
Merchandise for resale	299,392	263,004
Prepaid expenses	38,383	38,846
	<u>1,775,205</u>	<u>1,564,053</u>
Deferred pension costs (Note 3)	318,914	349,488
Property and equipment (Notes 4, 5)	1,143,207	1,074,647
	<u>3,237,326</u>	<u>2,988,188</u>
Endowment		
Marketable securities (Note 6(a))	11,835,232	9,825,254
Real estate investment property (Note 6(b))	500,000	500,000
	<u>12,335,232</u>	<u>10,325,254</u>
Designated		
Current:		
Deposits	4,140,941	4,541,403
Accrued interest receivable	130,158	122,946
	<u>4,271,099</u>	<u>4,664,349</u>
	<u>\$19,843,657</u>	<u>\$17,977,791</u>
LIABILITIES AND FUND BALANCES		
Operating		
Current:		
Accounts payable and accrued charges	\$ 647,661	\$ 770,626
Deferred revenue	24,538	80,198
Current portion of obligations under capital lease (Note 5)	33,992	12,171
	<u>706,191</u>	<u>862,995</u>
Obligations under capital lease (Note 5)	196,569	164,434
Fund balance	2,334,566	1,960,759
	<u>3,237,326</u>	<u>2,988,188</u>
Endowment funds balance	12,335,232	10,325,254
Designated funds balance (Note 7)	4,271,099	4,664,349
	<u>\$19,843,657</u>	<u>\$17,977,791</u>

The accompanying notes are part
of these consolidated financial statements.

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1990

	1990				1989
	Operating	Endowment	Designated	Total	Total
Revenue					
Province of Alberta grants					
General operating	\$4,180,533	\$ —	\$ —	\$ 4,180,533	\$ 4,586,839
Other	—	—	—	—	1,914
Government of Canada grants					
National Museums	—	—	192,540	192,540	208,312
Other	—	—	282,851	282,851	194,123
Investment income	277,536	906,340	447,220	1,631,096	1,414,124
Donations	423,299	1,481,459	49,700	1,954,458	688,976
Glenbow Museum Acquisitions Society contribution (Note 8)	—	—	120,000	120,000	130,000
Calgary Region Arts Foundation grant	—	—	90,000	90,000	87,000
Admissions and sales	289,421	—	—	289,421	488,222
Museum shop sales	444,522	—	—	444,522	604,979
Luxton Museum sales	152,323	—	—	152,323	49,570
Publications	—	—	23,745	23,745	41,662
Miscellaneous	97,000	—	93,352	190,432	105,414
	<u>5,864,714</u>	<u>2,387,799</u>	<u>1,299,408</u>	<u>9,551,921</u>	<u>8,601,135</u>
Expenditure					
Curatorial	1,317,759	—	264,414	1,582,173	1,576,716
Support services	1,292,840	—	288,873	1,581,713	1,646,555
Administration	1,378,262	—	29,553	1,407,815	1,490,148
Occupancy	838,867	—	39	838,906	993,069
Museum shop	441,028	—	918	441,946	591,177
Interpretation	237,859	—	168,720	406,579	418,528
Public relations	431,732	—	10,303	442,035	434,950
Depreciation and amortization	169,433	—	—	169,433	131,982
Development	164,310	—	4,131	168,441	160,775
Luxton Museum	255,201	—	2,775	257,976	147,224
Purchase of collection items	28,461	—	212,443	240,904	128,052
Publications	—	—	23,465	23,465	49,426
	<u>6,555,752</u>	<u>—</u>	<u>1,005,634</u>	<u>7,561,386</u>	<u>7,768,602</u>
Net revenue (expenditure)	(691,038)	2,387,799	293,774	1,990,535	832,533
Interfund transfers and appropriations					
Transfer of endowment income	740,725	(740,725)	—	—	—
Transfer of capital contributions	24,120	—	(24,120)	—	—
Appropriations to endowment	—	362,904	(362,904)	—	—
Appropriation from designated	300,000	—	(300,000)	—	—
Net increase (decrease) in fund balances	373,807	2,009,978	(393,250)	1,990,535	832,533
Fund balances at beginning of year	1,960,759	10,325,254	4,664,349	16,950,362	16,117,829
Fund balances at end of year	<u>\$2,334,566</u>	<u>\$12,335,232</u>	<u>\$4,271,099</u>	<u>\$18,940,897</u>	<u>\$16,950,362</u>

GLENBOW-ALBERTA INSTITUTE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

Glenbow-Alberta Institute operates under the authority of the Glenbow-Alberta Institute Act, Chapter G-5, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles, except:

- (i) Depreciation has not been provided on the building included in property and equipment, or on the investment property held by the endowment fund.
- (ii) Collection items, including gifts, constitute the principal portion of the Institute's assets but are not reflected in the consolidated balance sheet because of the practical difficulties in reflecting them at a meaningful value. Collection items are expensed when purchased.

Other significant accounting policies are:

(a) Consolidated Financial Statements

The consolidated financial statements of Glenbow-Alberta Institute include the accounts of its wholly-owned subsidiaries, Glenbow Foundation and Luxton Museum Ltd.

(b) Designated Funds

The Institute receives certain funds which are designated for special use. It is the Institute's policy to maintain these funds separately.

(c) Endowment Investment

The Institute's Capital Endowment Fund A, initially \$10,000,000, is invested in marketable securities in accordance with the provisions of the Glenbow-Alberta Institute Act. It has, over the years, been adjusted by the net effect of gains and losses on security sales and other minor charges. Investment income is recognized as revenue of the endowment fund and a portion of this income may be transferred to the operating fund, subject to certain restrictions imposed by the Act.

The Institute's Capital Endowment Fund B was established by the Board of Governors and is invested in marketable securities and an investment property. Investment income is recognized as revenue of the endowment fund and may be transferred to the operating fund at the discretion of the Board.

(d) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these consolidated financial statements is considered to be adequate.

(e) Merchandise for Resale

Merchandise for resale is recorded at the lower of cost and net realizable value.

(f) Pensions

The assets of the Institute's pension plan are valued at market value. Pension expense is determined using the projected benefit method pro-rated on service. The following are amortized on a straight-line basis over 18 years (the expected average remaining service life of the employee group): experience gains and losses; adjustments arising from changes in the pension benefits that relate to past services; adjustments arising from changes in actuarial assumptions; and the net pension surplus that existed upon adoption of this policy.

(g) Property and Equipment

- (i) Furniture and equipment is stated at cost and is depreciated at a composite rate of 10% per annum on a straight-line basis.
- (ii) The Institute's building is stated at cost. As noted above (Note 2(i)), depreciation is not provided.
- (iii) Leasehold improvements are stated at cost and are amortized over the expected life of the improvement.
- (iv) Land leased in Banff National Park is stated at prepaid lease cost and is amortized over the life of the lease on a straight-line basis.

(h) Capital Leases

A capital lease which transfers substantially all of the benefits and risks of ownership of the property is recorded as an asset and the obligation as a liability. The imputed cost of the asset is determined by the present value of total rentals. The asset is amortized on a straight-line basis over its useful life and the obligation, together with imputed interest thereon, is repaid according to the terms of the lease. Imputed interest is recorded as expenditure.

(i) Pledges

Pledges are recorded as revenue when the pledge donations are received by the Institute.

Note 3 Deferred Pension Costs

The Institute maintains a defined benefit pension plan which requires that all employees join the plan after one year of continuous employment. The plan provides pensions based on length of service and average maximum annual earnings. The Institute contributed \$13,023 to the pension plan in the year ended March 31, 1990 (1989 \$133,999).

The status of the pension plan as determined by the most recent actuarial valuations of the plan for accounting purposes, which were completed as at January 1, 1990 and at January 1, 1989, is as follows:

	1990	1989
Projected pension benefits	\$3,973,350	\$3,404,712
Additional amounts including unamortized initial surplus and experience gains, net of plan amendments	1,062,929	1,335,816
	<u>5,036,279</u>	<u>4,740,528</u>
Market value of pension fund assets	5,355,193	5,090,016
Deferred pension costs	<u>\$ 318,914</u>	<u>\$ 349,488</u>

Note 4 Property and Equipment

	1990		1989	
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Furniture and equipment	\$2,223,751	\$1,504,094	\$ 719,657	\$ 659,740
Building	155,434	—	155,434	155,435
Leasehold improvements	335,563	74,590	260,973	252,091
Leased land	10,000	2,857	7,143	7,381
	<u>\$2,724,748</u>	<u>\$1,581,541</u>	<u>\$1,143,207</u>	<u>\$1,074,647</u>

Note 5 Leases

At March 31, 1990, equipment recorded as capital lease obligations in the amount of \$326,919 (1989 \$241,674), net of accumulated amortization of \$66,932 (1989 \$24,167), is included with property and equipment.

The following is a schedule of minimum operating lease payments over the next five years together with a schedule of minimum lease payments under capital lease obligations with a reconciliation to the consolidated balance sheet amount.

	Capital Leases	Operating Leases
Year ending March 31, 1991	\$ 56,295	\$168,831
1992	56,295	127,187
1993	53,225	44,995
1994	34,456	34,067
1995	32,256	13,573
1996-1998	92,988	40,719
Total minimum lease payments	<u>325,515</u>	<u>\$429,372</u>
Less amount representing future interest at 11%	94,954	
Balance of obligations	<u>230,561</u>	
Current portion	33,992	
Long-term portion	<u>\$196,569</u>	

The City of Calgary has agreed to contribute \$180,758 to the Institute over the period from April 1, 1990 to December 31, 1997 towards capital lease obligations.

Rental expense for the year on operating leases was approximately \$239,000 (1989 \$207,000).

Note 6 Endowment Fund

(a) Marketable Securities

Short-term deposits, bonds, debentures and stocks are recorded at cost, if purchased, or at market value at the date of donation.

Marketable securities comprise:

	1990	1989
Common and preferred stocks	\$ 4,854,852	\$4,129,684
Bonds and debentures	4,590,350	4,706,326
Cash and short-term deposits	2,390,030	989,244
	<u>\$11,835,232</u>	<u>\$9,825,254</u>

	1990		1989	
	Market Value	Cost	Market Value	Cost
Capital Endowment Fund A				
Harvie Foundation Gift	\$ 5,610,063	\$ 5,251,243	\$ 5,300,915	\$5,169,938
Province of Alberta Gift	<u>4,526,796</u>	<u>4,237,261</u>	<u>4,344,629</u>	<u>4,237,280</u>
	10,136,859	9,488,504	9,645,544	9,407,218
Capital Endowment Fund B	<u>2,649,714</u>	<u>2,346,728</u>	<u>422,000</u>	<u>418,036</u>
	<u>\$12,786,573</u>	<u>\$11,835,232</u>	<u>\$10,067,544</u>	<u>\$9,825,254</u>

Investment income from the Harvie Foundation Gift may be used for operating purposes to the extent the income is not required to be retained to maintain the original value of the Gift increased by inflation, as required by the Glenbow-Alberta Institute Amendment Act, 1987. All income from the Province of Alberta Gift may be used for operating purposes.

(b) Real Estate Investment Property

A real estate investment property, acquired through an exchange for another building owned by the Institute, has been recorded at the fair market value at the date of exchange of \$500,000 and forms part of Capital Endowment Fund B. Rental revenue (net of expenses) of \$75,591 (1989 \$61,762) is included in investment income.

Note 7 Designated Funds Balance

Designated funds balance includes a grant of \$2,000,000 from the Province of Alberta to reorganize the space in the Glenbow Museum. Accumulated interest earned, net of expenses, of \$1,641,593 (1989 \$1,478,066) relating to this grant is also included in designated funds. Other designated funds include grants received from various governments and private agencies to finance specific projects, and sponsorships of special exhibitions and programs.

Note 8 Glenbow Museum Acquisitions Society

The Glenbow Museum Acquisitions Society is a legally separate entity whose purpose is to raise money for one of the Institute's designated funds.

Note 9 Imputed Rent, Province of Alberta, and Imputed Services, City of Calgary

The Glenbow Centre is leased to the City of Calgary by the Province of Alberta for a nominal amount of one dollar per year. The City of Calgary, in turn, subleases it to the Institute for the same amount per year. The City of Calgary also provides janitorial, maintenance and utility services for the Centre at no cost to the Institute. The value of the services as determined by the City of Calgary was \$1,167,394 for the year ended March 31, 1990 (1989 \$1,131,590). This amount has not been included in the consolidated statement of changes in fund balances. Fair market value of the rental has not been determined.

Note 10 Donated Services

A substantial number of unpaid volunteers have made significant contributions of their time to the Institute's programs. The value of this contributed time is not included in the consolidated statement of changes in fund balances.

Note 11 Income Tax Status

The Institute is registered as a charity under the Income Tax Act and is exempt from income tax.

Note 12 Approval of Consolidated Financial Statements

These consolidated financial statements were approved by the Board of Governors.

THE GOVERNMENT HOUSE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Government
House Foundation

I have examined the balance sheet of The Government House Foundation as at March 31, 1990 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 31, 1990

THE GOVERNMENT HOUSE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash and term deposits	\$ 42,626	\$ 25,744
Accrued interest receivable	—	756
	<u>42,626</u>	<u>26,500</u>
Fixed:		
Office equipment, at cost	1,595	—
Artworks and collections:		
Purchased, at cost	422,623	396,713
Donated, at appraised value	178,729	178,729
	<u>601,352</u>	<u>575,442</u>
	<u>\$645,573</u>	<u>\$601,942</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 1,420	\$ 119
Equity in fixed assets	1,595	—
Equity in artworks and collections (Note 4)	601,352	575,442
Operating surplus	41,206	26,381
	<u>\$645,573</u>	<u>\$601,942</u>

The accompanying notes are part
of these financial statements.

THE GOVERNMENT HOUSE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Grant from the Province of Alberta,		
Department of Culture and Multiculturalism	\$50,000	\$ 50,000
Interest	5,469	2,853
	<u>55,469</u>	<u>52,853</u>
Expenditure:		
Purchases of artworks and collection items	26,480	71,675
Public relations	4,505	3,162
Secretarial services	3,600	3,600
Purchase of office equipment	1,595	—
Appraisal fees	1,200	—
Members' travel and meeting expenses	1,166	901
Restoration, mounting and framing	910	3,579
Office supplies and expenses	755	551
Printing	373	984
Miscellaneous	60	222
	<u>40,644</u>	<u>84,674</u>
Excess (deficiency) of revenue over expenditure for the year	14,825	(31,821)
Surplus at beginning of year	26,381	58,202
Surplus at end of year	<u>\$41,206</u>	<u>\$ 26,381</u>

THE GOVERNMENT HOUSE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Government House Foundation operates as a non-profit entity under the authority of the Government House Act, Chapter G-7, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets, artworks and collection items are charged to operations in the year of acquisition. Notwithstanding this policy, however, the balance sheet also shows, for information purposes, the cumulative amount of such expenditures in respect of all fixed assets and artworks and collections. Equity in fixed assets and equity in artworks and collections are reported as corresponding credits.

Donated artworks and collection items are shown on the balance sheet at appraised values with an offsetting credit to equity in artworks and collections.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Costs

Salary, accommodation, office furnishings, and other overhead costs incurred in the administration of the Foundation have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Equity in Artworks and Collections

Changes in equity in artworks and collections are summarized as follows:

	<u>1990</u>	<u>1989</u>
Equity at beginning of year	\$575,442	\$503,767
Add: Artworks and collection items purchased	<u>26,480</u>	<u>71,675</u>
	601,922	575,442
Deduct: Freight, framing and engraving costs incorrectly capitalized in prior years	<u>570</u>	<u>—</u>
Equity at end of year	<u><u>\$601,352</u></u>	<u><u>\$575,442</u></u>

Note 5 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 6 Approval of Financial Statements

These financial statements were approved by the Chairman of the Foundation.

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Equity in Fixed Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Motion Picture Development Corporation

I have examined the balance sheet of the Alberta Motion Picture Development Corporation as at March 31, 1990 and the statements of operations and equity in fixed assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1990, and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 21, 1990

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Operating Fund		
Accounts receivable	\$ 1,349	\$ 2,325
Prepaid expenses	15,367	17,069
Fixed assets	<u>92,287</u>	<u>103,899</u>
	<u>109,003</u>	<u>123,293</u>
Development Fund		
Cash	1,406,806	519,417
Accounts receivable	1,300	—
Loans to producers of motion pictures (Note 3)	345,333	278,161
Investments in motion pictures (Note 4)	<u>2,158,346</u>	<u>863,206</u>
	<u>3,911,785</u>	<u>1,660,784</u>
	<u>\$4,020,788</u>	<u>\$1,784,077</u>
LIABILITIES		
Operating Fund		
Bank overdraft	\$ 8,857	\$ 8,216
Accounts payable	6,229	9,544
Due to the Province of Alberta (Note 5)	1,630	1,634
Equity in fixed assets	<u>92,287</u>	<u>103,899</u>
	<u>109,003</u>	<u>123,293</u>
Development Fund		
Due to the Motion Picture Development Fund (Note 6)	<u>3,911,785</u>	<u>1,660,784</u>
	<u>\$4,020,788</u>	<u>\$1,784,077</u>

The accompanying notes are part
of these financial statements.

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Salaries and employee benefits	\$235,332	\$176,426
Promotion, marketing and travel	81,620	94,230
Office rental	40,634	19,812
Supplies and services	20,993	17,875
Telephone	16,482	12,032
Equipment rental and repair	16,127	11,241
Honoraria - Board and committee members	15,930	14,761
Advertising	14,885	18,536
Professional fees	14,796	18,064
Automobile expenses	6,176	7,775
Fixed assets	<u>5,029</u>	<u>30,362</u>
	<u>\$468,004</u>	<u>\$421,114</u>
Contribution by the Province of Alberta (Note 5)	<u>\$468,004</u>	<u>\$421,114</u>

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$103,899	\$ 78,645
Add: Purchases	5,029	30,362
Less: Disposals	<u>(16,641)</u>	<u>(5,108)</u>
Balance at end of year	<u>\$ 92,287</u>	<u>\$103,899</u>

ALBERTA MOTION PICTURE DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Motion Picture Development Corporation operates under the authority of the Motion Picture Development Act, Chapter M-19.1, Statutes of Alberta 1981, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

a) Basis of Accounting

These financial statements have been prepared in accordance with generally accepted accounting principles except that:

- i) fixed assets, consisting of furniture and equipment, are charged to operations in the year of acquisition. The balance sheet also shows, for information purposes, the cumulative amount of such expenditures in respect of all fixed assets presently owned with a corresponding credit shown as equity in fixed assets; and
- ii) none of the equipment acquired by the Corporation under long-term leases has been capitalized. All leases are accounted for as operating leases.

b) Fund Accounting

The Corporation receives funding from different sources. It is the Corporation's policy to keep these funds segregated by purpose and to report the assets and liabilities of each fund separately on the balance sheet. The two funds are:

- i) an operating fund which receives operating grants from the Department of Economic Development and Trade of the Province of Alberta to pay the operating expenses of the Corporation.
- ii) a development fund which receives advances from the Motion Picture Development Fund, interest earned on loans to producers, bank interest earned on unutilized advances and returns on investments. These amounts are used to make loans to producers of motion pictures and to invest in motion picture productions.

c) Allowance for Non-Recovery of Loans and Write Down of Investments

i) Loans and interest receivable

The allowance for non-recovery of loans and interest receivable is determined through the application of a specific formula which considers the high financial risks associated with the pre-production stage of making motion pictures. The formula provides an amount sufficient to cover anticipated losses.

ii) Investments

The Corporation invests in motion picture projects in the Province of Alberta. Due to the high financial risks associated with the production of motion pictures and the absence of any long-term loss experience with investments, an allowance for expected decline in value of 25% of the investments has been provided.

An effect of the above allowances is to decrease loans, investments, and the amount due to the Motion Picture Development Fund. Any subsequent recoveries of amounts for which allowances were provided increase the amount due to the Fund and the amount available to the Corporation for purposes of making additional loans and investments.

d) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Loans to Producers of Motion Pictures

These loans are limited to 60% of the total funds required during the pre-production stage of a motion picture.

	<u>1990</u>	<u>1989</u>
Loans and interest due from producers at beginning of year before allowance for non-recovery	\$ 1,759,825	\$ 2,871,170
Add:		
Loans advanced in year	447,217	361,202
Interest earned in year	180,699	276,736
Deduct:		
Loans repaid by producers	(189,518)	(423,743)
Interest received	(60,871)	(63,229)
Loans and interest written off	(633,705)	(1,262,311)
	<u>1,503,647</u>	<u>1,759,825</u>
Deduct:		
Allowance for non-recovery of loans and interest	(1,158,314)	(1,481,664)
Loans and interest due from producers at end of year	<u>\$ 345,333</u>	<u>\$ 278,161</u>

Note 4 Investments in Motion Pictures

The Corporation's investment in motion pictures is limited to 25% of the total funds required for a project. Details of investments are as follows:

	<u>1990</u>	<u>1989</u>
Investments in motion pictures at beginning of year before allowance for decline in value	\$1,150,941	\$ —
Add:		
Investments acquired during year	<u>1,726,853</u>	<u>1,150,941</u>
	2,877,794	1,150,941
Deduct:		
Allowance for decline in value of investments	(719,448)	(287,735)
Investments in motion pictures at end of year	<u>\$2,158,346</u>	<u>\$ 863,206</u>

Note 5 Due to the Province of Alberta

Operating expenses of the Corporation are paid by the Province of Alberta. The unexpended portion of the Province's contribution is due to the Province.

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$ 1,634	\$ 12,148
Cash received during the year	<u>468,000</u>	<u>410,600</u>
	469,634	422,748
Operating expenses for the year	(468,004)	(421,114)
Balance at end of year	<u>\$ 1,630</u>	<u>\$ 1,634</u>

Note 6 Due to the Motion Picture Development Fund

	<u>1990</u>	<u>1989</u>
Due to the Fund at beginning of year before allowances for non-recovery and decline in value	\$ 3,430,183	\$ 2,967,941
Add:		
Advances in year	2,767,107	1,397,350
Interest earned in year on loans to producers	180,699	276,736
Other interest income	45,263	50,467
Deduct:		
Loans and interest due from producers written off	(633,705)	(1,262,311)
	<u>5,789,547</u>	<u>3,430,183</u>
Deduct:		
Allowance for non-recovery of loans and interest due from producers	(1,158,314)	(1,481,664)
Allowance for decline in value of investments	(719,448)	(287,735)
Due to the Fund at end of year	<u>\$ 3,911,785</u>	<u>\$ 1,660,784</u>

At March 31, 1990, there was a balance of approximately \$5.2 million (1989 \$7.6 million) remaining in the Fund which was available to the Corporation.

Note 7 Commitments

a) Loans and investments

At March 31, 1990, the Corporation was committed to making loans and investments of \$1,960,806 (1989 \$644,974) to producers of motion pictures.

b) Long-term leases

Future minimum lease payments under a lease relating to computer equipment are as follows:

Year ending March 31

1991	\$ 6,095
1992	6,095
1993	6,095
1994	5,766
Thereafter	1,718
	<u>\$25,769</u>

Note 8 Approval of Financial Statements

Management reviewed these financial statements and recommended their approval by the Board of Directors.

ALBERTA OPPORTUNITY COMPANY
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expense
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Opportunity Company

I have examined the balance sheet of the Alberta Opportunity Company as at March 31, 1990 and the statements of revenue and expense and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 11, 1990

ALBERTA OPPORTUNITY COMPANY
BALANCE SHEET
MARCH 31, 1990
(in thousands)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 7,292	\$ 6,314
Accounts receivable	273	263
Property held for sale (Note 3)	4,113	4,994
Loans receivable (Note 4)	119,402	116,881
Venture investments (Note 5)	6,361	9,195
Seed investments (Note 6)	223	—
Fixed assets (Note 7)	847	573
	<u>\$138,511</u>	<u>\$138,220</u>
LIABILITIES AND ACCUMULATED DEFICIT		
Accounts payable and accrued expenses	\$ 1,568	\$ 1,580
Bank guarantees called	1,550	1,915
Subordinated note payable (Note 8)	20,731	—
Long-term debt (Note 9)	156,693	163,800
	<u>180,542</u>	<u>167,295</u>
Accumulated deficit (Note 10)	(42,031)	(29,075)
	<u>\$138,511</u>	<u>\$138,220</u>

The accompanying notes are part
of these financial statements.

Accepted on behalf of the Board:
J. Donald
Chairman
R. W. Parker
Director

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF REVENUE AND EXPENSE
FOR THE YEAR ENDED MARCH 31, 1990
(in thousands)

	<u>1990</u>	<u>1989</u>
Revenue:		
Interest	\$ 15,425	\$14,832
Grant from the Province of Alberta for the assistance of small business (Note 11)	11,000	11,869
	<u>26,425</u>	<u>26,701</u>
Expense:		
Interest	17,180	15,801
Provision for doubtful accounts and loss on realization (Note 12)	12,220	9,675
Operations (Note 13)	9,608	8,128
Loss on property held for sale (Note 14)	373	70
	<u>39,381</u>	<u>33,674</u>
Net loss for the year	<u>\$ (12,956)</u>	<u>\$ (6,973)</u>

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(in thousands)

	<u>1990</u>	<u>1989</u>
Cash provided by (used for):		
Operations		
Net loss for the year	\$(12,956)	\$ (6,973)
Non-cash items:		
Provision for doubtful accounts and loss on realization	12,220	9,675
Depreciation and amortization	126	57
Bad debt recoveries	1,244	627
Property held for sale	855	933
Loans receivable:		
Disbursed	(35,289)	(27,443)
Repaid	30,168	33,447
Venture investments:		
Disbursed	(8,239)	(11,518)
Repaid	459	128
Seed investments:		
Disbursed	(447)	—
Other	(787)	(506)
	<u>(12,646)</u>	<u>(1,573)</u>
Financing		
Subordinated note:		
Issued	24,105	—
Repaid	(3,374)	—
Long term debt:		
Issued	31,500	85,000
Repaid	(38,607)	(86,000)
	<u>13,624</u>	<u>(1,000)</u>
Increase (decrease) during the year	978	(2,573)
Cash at beginning of year	6,314	8,887
Cash at end of year	<u>\$ 7,292</u>	<u>\$ 6,314</u>

ALBERTA OPPORTUNITY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Opportunity Company operates under the authority of the Alberta Opportunity Fund Act, Chapter A-34, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant accounting policies

Property held for sale:

Property held for sale is valued at the lower of cost or net realizable value. Provision for loss on realization is determined following a review of properties.

Loans receivable:

Loans are stated net of unearned revenue and allowance for doubtful accounts.

The provision for doubtful accounts is determined following a detailed review of the accounts and is based on the Company's historical experience.

Interest income is recorded on the accrual basis until such time as the loan is classified as non-accrual. Interest on non-accrual loans is recognized as revenue when received.

Venture investments:

Venture investments are recorded at cost less an allowance for loss on realization.

Provision for loss on realization of venture investments is determined following a detailed review of the investments and specific provisions are made for those investments known to be in difficulty. In the absence of historical experience, a general provision of 25% of the balance of the portfolio is recognized.

Interest and dividends on venture investments are recorded as income when received.

Seed investments:

Seed investments are recorded at cost less an allowance for loss on realization.

Provision for loss on realization of seed investments is determined following a detailed review of the investments and specific provisions are made for those investments known to be in difficulty. None of the seed investments made appear to be in difficulty. However, in the absence of any long-term loss experience with this portfolio, an allowance of 50% of the funds advanced has been provided.

Interest and dividends on seed investments are recorded as income when received.

Fixed assets:

Equipment is valued at cost less accumulated depreciation. Depreciation is calculated on a straight-line basis at rates of 15% and 20% per annum.

Leasehold improvements are valued at cost less accumulated amortization. Amortization is calculated over the remaining term of each lease.

Grant from the Province of Alberta for the assistance of small business:

The grant from the Province of Alberta is recorded as revenue in the year for which it is approved.

Note 3 Property held for sale (in thousands)

	<u>1990</u>	<u>1989</u>
Cost	\$6,669	\$7,524
Less: Allowance for loss on realization (Note 12)	<u>2,556</u>	<u>2,530</u>
	<u>\$4,113</u>	<u>\$4,994</u>

Note 4 Loans receivable (in thousands)

	<u>1990</u>	<u>1989</u>
Loans and accrued interest receivable	\$132,669	\$131,327
Less: Allowance for doubtful accounts (Note 12)	<u>13,267</u>	<u>14,446</u>
	<u>\$119,402</u>	<u>\$116,881</u>

Note 5 Venture investments (in thousands)

	<u>1990</u>	<u>1989</u>
Convertible debentures	\$ 3,445	\$ 3,712
Preferred shares	4,340	3,540
Common shares	8,832	5,306
Shareholder loans	<u>259</u>	<u>150</u>
	16,876	12,708
Less: Allowance for loss on realization (Note 12)	<u>10,515</u>	<u>3,513</u>
	<u>\$ 6,361</u>	<u>\$ 9,195</u>

PROVINCIAL AGENCIES

Note 6 Seed investments (in thousands)

	1990	1989
Preferred shares	\$100	\$ —
Common shares	347	—
	<u>447</u>	<u>—</u>
Less: Allowance for loss on realization (Note 12)	224	—
	<u>\$223</u>	<u>\$ —</u>

Note 7 Fixed assets (in thousands)

	Equipment	Leasehold Improvements	1990	1989
Cost	\$1,376	\$198	\$1,574	\$1,174
Less: Accumulated depreciation/ amortization	<u>575</u>	<u>152</u>	<u>727</u>	<u>601</u>
	<u>\$ 801</u>	<u>\$ 46</u>	<u>\$ 847</u>	<u>\$ 573</u>

Note 8 Subordinated note payable

Financing made available by the General Revenue Fund of the Province of Alberta in support of the Company's venture investments and seed investments is provided on issue of subordinated notes payable. The notes rank subordinate to all monies advanced to the Company secured by debentures issued to the Alberta Heritage Savings Trust Fund. Repayment terms of the notes require repayment of the principal sum without interest on the disposition of an investment or on demand by the Province. Negotiations are being pursued which will provide the Province with a sharing in gains on disposition of an investment following elimination of the Company's accumulated deficit.

Note 9 Long-term debt (in thousands)

The following debenture debt series comprise debentures issued in varying amounts, rates of interest and maturity dates to the Province of Alberta and held by the Alberta Heritage Savings Trust Fund:

	Issued	Interest Rates	Maturity Dates	Balance Outstanding
Series C	\$125,000	8.06% to 11.00%	June 15, 1990 to February 28, 1994	\$ 56,800
Series D	50,000	11.28%	September 30, 1990 to March 31, 1997	45,875
Series E	56,500	10.22% to 11.67%	June 15, 1990 to March 30, 1998	54,018
	<u>\$231,500</u>			<u>\$156,693</u>

Principal repayments are scheduled as follows:
for the year ending March 31,

1991	\$34,598	1995	\$ 14,808
1992	28,897	1996	16,504
1993	23,521	1997	18,394
1994	15,286	1998	<u>4,685</u>
			<u>\$156,693</u>

Note 10 Accumulated deficit (in thousands)

	1990	1989
Balance, beginning of year	\$(29,075)	\$(22,102)
Net loss for the year	(12,956)	(6,973)
Balance, end of year	<u>\$(42,031)</u>	<u>\$(29,075)</u>

Note 11 Grant from the Province of Alberta for the assistance of small business

The Province of Alberta maintains the financial viability of the Company by granting money appropriated for this purpose. The grant is based on an estimate of the cash needs of the Company for the current year. Any under-estimation of these needs is incorporated in the following years grant. The amount underestimated for the current year is approximately \$8.0 million. This amount will be included in the Province of Alberta's appropriations for the year ended March 31, 1991 and recorded as revenue in that year.

Note 12 Provision for doubtful accounts and loss on realization (in thousands)

	Property held for sale	Loans receivable	Venture investments	Seed investments	1990	1989
Allowance, beginning of year	\$2,530	\$14,446	\$ 3,513	\$ —	\$20,489	\$19,801
Provision	26	1,443	10,527	224	12,220	9,675
Bad debt recoveries	—	1,157	87	—	1,244	627
Accounts written off	—	(3,779)	(3,612)	—	(7,391)	(9,614)
Allowance, end of year	<u>\$2,556</u>	<u>\$13,267</u>	<u>\$10,515</u>	<u>\$224</u>	<u>\$26,562</u>	<u>\$20,489</u>

Note 13 Operations (in thousands)

	Loans	Venture	Seed	Conference	1990	1989
Salaries and benefits	\$4,594	\$ 557	\$255	\$144	\$5,550	\$4,880
Board of Directors fees	115	14	6	4	139	149
Legal and other fees	1,023	180	25	3	1,231	1,069
Communications	608	190	40	10	848	739
Other operating	<u>1,478</u>	<u>235</u>	<u>88</u>	<u>39</u>	<u>1,840</u>	<u>1,291</u>
	<u>\$7,818</u>	<u>\$1,176</u>	<u>\$414</u>	<u>\$200</u>	<u>\$9,608</u>	<u>\$8,128</u>

Note 14 Loss on property held for sale (in thousands)

The loss represents the net operating results and disposals on businesses and properties being managed until sold. These were acquired from borrowers whose businesses defaulted on loans.

	Operating Results	Disposals	1990	1989
Revenue/sale proceeds	\$2,305	\$2,661	\$4,966	\$4,882
Expenses/acquisition costs	<u>2,076</u>	<u>3,263</u>	<u>5,339</u>	<u>4,952</u>
Net income (loss) for the year	<u>\$ 229</u>	<u>\$ (602)</u>	<u>\$ (373)</u>	<u>\$ (70)</u>

Note 15 Contingent liabilities (in thousands)

Guarantees of bank loans:

The Company is contingently liable as a guarantor of bank loans aggregating \$1,163 (\$786 - 1989).

Legal actions:

There are forty eight claims totalling approximately \$36,181 (fifty two claims totalling approximately \$37,265 - 1989) against the Company. The Company considers that a valid defense exists in each instance and no material loss is anticipated.

Note 16 Commitments (in thousands)

Authorizations undisbursed:

	1990	1989
Loans	\$13,254	\$14,367
Guarantees	120	375
Venture investments	6,604	4,500
Seed investments	817	—
	<u>\$20,795</u>	<u>\$19,242</u>

Note 17 Comparative figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Statement of Capital Surplus
Notes to the Financial Statements
Schedule of Operating Expenses

AUDITOR'S REPORT

To the Minister of Energy

I have examined the balance sheet of the Alberta Electric Energy Marketing Agency as at March 31, 1990 and the statements of revenue and expenditure and capital surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Agency as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 4, 1990

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$24,457	\$ 836,653
Accounts receivable (Note 5)	500	6,718,440
Prepaid expenses	—	595
	<u>24,957</u>	<u>7,555,688</u>
Fixed:		
Equipment, at cost	40,432	31,923
	<u>\$65,389</u>	<u>\$7,587,611</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable (Note 5)	\$10,383	\$7,480,242
Due to the Province of Alberta	14,574	75,446
	<u>24,957</u>	<u>7,555,688</u>
Capital surplus	40,432	31,923
	<u>\$65,389</u>	<u>\$7,587,611</u>

The accompanying notes are part of these financial statements.

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Sales of electric energy	\$1,009,541,914	\$875,781,143
EXPENDITURE		
Purchases of electric energy	1,009,541,914	875,781,143
Shielding grants (Note 6)	2,857,714	13,099,527
Operating expenses, Schedule 1	340,870	320,343
	<u>1,012,740,498</u>	<u>889,201,013</u>
Excess of expenditure over revenue	<u>\$ 3,198,584</u>	<u>\$ 13,419,870</u>
Contribution by the Province of Alberta	<u>\$ 3,198,584</u>	<u>\$ 13,419,870</u>

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$31,923	\$29,552
Add: Purchases of equipment	8,509	2,371
Balance at end of year	<u>\$40,432</u>	<u>\$31,923</u>

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Alberta Electric Energy Marketing Agency operates under the authority of the Electric Energy Marketing Act, Chapter E-4.1, Statutes of Alberta 1981, as amended. Shielding grants are paid pursuant to the Department of Transportation and Utilities Act, Chapter D-30, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
(a) General:
These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets are charged to operations in the year of acquisition. Notwithstanding this policy, however, the balance sheet also shows, for information purposes, the cumulative amount of such expenditures in respect of all fixed assets presently owned with a corresponding credit shown as capital surplus.
(b) Changes in Financial Position:
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Administration Costs
Office accommodation and certain other overhead costs incurred in the administration of the Agency have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 4 Approval by the Public Utilities Board
The price at which electric energy is sold to the Alberta Electric Energy Marketing Agency is subject to Public Utilities Board approval. Any subsequent price adjustments by the Board, received by the Agency on or before December 31 in respect of a prior year, are reflected in the following calendar year.
- Note 5 Accounts Receivable/Payable
The adjustments to Utility Companies' transfer payments for January to March 1989 were processed after March 31, 1989 and were therefore included in accounts receivable and accounts payable.
- Note 6 Shielding Grants
The shielding grant program ceased effective May 31, 1989.
- Note 7 Comparative Figures
The 1989 comparative figures have been reclassified where necessary to conform to 1990 presentation.
- Note 8 Approval of Financial Statements
These financial statements were approved by management.

Schedule 1

ALBERTA ELECTRIC ENERGY MARKETING AGENCY
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Salaries and wages	\$261,828	\$246,094
Employee benefits	33,287	31,180
Legal, consulting and business services	17,961	17,579
Travel and hospitality	10,253	10,818
Purchases of equipment	8,509	2,371
Equipment rental	3,811	3,362
Printing, stationery and supplies	3,517	4,457
Repairs and maintenance	934	3,804
Freight, postage and telephone	770	678
	<u>\$340,870</u>	<u>\$320,343</u>

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Balance
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta Oil
Sands Technology and Research Authority

I have examined the balance sheet of the Alberta Oil Sands Technology and Research Authority - Oil Sands Technology and Research Fund as at March 31, 1990 and the statement of revenue, expenditure and fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 15, 1990

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$35,991,145	\$26,577,835
Deposits on projects, net (Note 3)	915,595	1,581,362
Accounts receivable	3,740,614	2,028,942
	<u>\$40,647,354</u>	<u>\$30,188,139</u>
LIABILITIES AND FUND BALANCE		
Current:		
Accounts payable	\$10,224,549	\$ 7,487,205
Holdbacks payable	1,045,196	988,735
	<u>11,269,745</u>	<u>8,475,940</u>
Fund balance	<u>29,377,609</u>	<u>21,712,199</u>
	<u>\$40,647,354</u>	<u>\$30,188,139</u>

The accompanying notes are part
of these financial statements.

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Contributions by the Province of Alberta:		
General Revenue Fund	\$29,349,000	\$26,100,000
Alberta Heritage Savings Trust Fund	5,151,000	9,900,000
Technology sales	664,347	774,027
	<u>35,164,347</u>	<u>36,774,027</u>
Expenditure:		
Institutional research	9,859,819	9,547,296
In situ oil sands	7,868,197	9,557,369
Mining and extraction	4,538,377	2,955,207
Technology handling	1,598,976	465,548
Underground access	1,443,614	3,091,270
Bitumen upgrading	829,932	783,137
Enhanced recovery	699,407	1,876,388
Training activities	440,325	380,107
Authority costs	228,811	217,867
International activities	178,880	167,161
Carbonate trend	57,911	80,747
Heavy oil	(245,312)	432,848
	<u>27,498,937</u>	<u>29,554,945</u>
Excess of revenue over expenditure for the year	7,665,410	7,219,082
Fund balance at beginning of year	21,712,199	14,493,117
Fund balance at end of year	<u>\$29,377,609</u>	<u>\$21,712,199</u>

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
OIL SANDS TECHNOLOGY AND RESEARCH FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Oil Sands Technology and Research Authority operates under the authority of the Oil Sands Technology and Research Authority Act, Chapter 0-6, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

Expenditures are stated net of recoveries arising from agreements with various participants.

Interest earned on cash balances is credited to the General Revenue Fund, and is not reflected in these financial statements.

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Deposits on Projects

This amount represents the net excess of cash calls on projects over actual expenditures.

Note 4 Potential Recoveries

The following amounts represent maximum potential future recoveries from the participants in respect of projects funded by the Authority:

	<u>1990</u>	<u>1989</u>
Shell Canada Resources Limited (In situ oil sands)		
- PRISP Project	\$12,200,000	\$12,200,000
- Sale of 50% interest in PRISP Project	12,200,000	12,200,000
Norcen International Ltd. (Heavy oil) - BODO Steam Pilot Project	4,779,000	5,290,000
Vikor Resources Ltd. (Enhanced recovery) - Joffre Project	4,104,000	4,200,000
	<u>\$33,283,000</u>	<u>\$33,890,000</u>

Recovery of these amounts is dependent on generation of sufficient revenue by the projects. Due to the uncertainty concerning the amount of recoveries which may ultimately be generated, these amounts have not been included as a receivable in these financial statements and will be offset against expenditures in the year of receipt.

Note 5 Commitments

The Authority had outstanding commitments as at March 31, 1990 totalling \$32,770,000 (1989 \$36,903,000) for approved projects.

Note 6 Contingent Liabilities

The Authority is involved in a number of legal proceedings. Claims amounting to approximately \$57,000,000 have been filed against the Authority. In the opinion of management, the disposition of these claims is not likely to materially affect the financial position of the Authority. Settlements, if any, will be reflected as expenditure in the year the settlement occurs.

Note 7 Administration Costs

The following costs incurred in the administration of the Authority have been borne by the General Revenue Fund and are not reflected in these financial statements.

	<u>1990</u>	<u>1989</u>
Salaries and wages	\$2,146,443	\$2,063,691
Rental of property and equipment	386,254	373,295
Employee benefits	333,990	302,650
Fees and commissions	227,943	246,040
Travelling and hospitality	174,274	198,815
Materials and supplies	75,063	92,745
Freight, express and postage	19,421	19,907
Telephone and telegraph	16,318	15,851
Equipment maintenance	12,607	16,647
Staff relocation costs	11,511	33,300
Insurance premiums	4,521	3,935
Grants	3,050	7,450
Furniture and equipment purchases	2,351	16,735
Advertising	(1,168)	9,171
	<u>\$3,412,578</u>	<u>\$3,400,232</u>

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA PETROLEUM MARKETING COMMISSION
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure - Operating Fund
Statement of Operations - Petroleum Marketing Fund
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Alberta Petroleum Marketing Commission as at December 31, 1989 and the statement of revenue and expenditure for the Operating Fund and the statement of operations for the Petroleum Marketing Fund for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 26, 1990

ALBERTA PETROLEUM MARKETING COMMISSION
BALANCE SHEET
AS AT DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
OPERATING FUND		
Current		
Cash	\$ 5,347,675	\$ 5,336,137
Accounts receivable	368,814	432,346
Prepaid expense	<u>6,348</u>	<u>32,560</u>
	5,722,837	5,801,043
Furniture, equipment and leasehold improvements, at cost (Note 3)	<u>3,029,616</u>	<u>3,481,380</u>
	<u>8,752,453</u>	<u>9,282,423</u>
PETROLEUM MARKETING FUND		
Current		
Cash	23,543,660	9,249,829
Accounts receivable	<u>148,123,140</u>	<u>118,850,444</u>
	<u>171,666,800</u>	<u>128,100,273</u>
	<u>\$180,419,253</u>	<u>\$137,382,696</u>
LIABILITIES		
OPERATING FUND		
Current		
Accounts payable	\$ 227,944	\$ 157,776
Payable to the Province of Alberta	3,692,393	3,896,792
Deferred contributions	<u>1,802,500</u>	<u>1,746,475</u>
	5,722,837	5,801,043
Equity in fixed assets	<u>3,029,616</u>	<u>3,481,380</u>
	<u>8,752,453</u>	<u>9,282,423</u>
PETROLEUM MARKETING FUND		
Current		
Accounts payable	70,965,757	50,294,408
Crown royalty payable	<u>100,701,043</u>	<u>77,805,865</u>
	<u>171,666,800</u>	<u>128,100,273</u>
	<u>\$180,419,253</u>	<u>\$137,382,696</u>

The accompanying notes are part
of these financial statements.

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Revenue		
Crude oil marketing fees	\$2,973,494	\$3,331,062
Interest	1,602,615	1,469,072
Natural gas price component service fees	278,250	165,544
	<u>4,854,359</u>	<u>4,965,678</u>
Expenditure		
Salaries and employee benefits	4,868,680	4,598,784
Rental and maintenance of premises (Note 6)	1,040,370	1,022,314
Furniture and equipment	373,744	49,743
Hearing costs (Note 4)	260,494	237,574
Travel, hospitality and conferences	193,765	169,901
Maintenance of equipment	124,421	141,787
Rental of equipment	108,497	98,876
Consulting services	102,922	118,272
Printing and office supplies	101,218	98,520
Computer software	85,342	56,757
External computer services	69,673	59,974
Telephone	37,740	38,046
Publications and periodicals	31,935	31,826
Postage and freight	30,000	27,506
Personnel services and recruitment	26,680	24,281
Legal	20,711	145,369
Bank charges	13,717	13,822
Leasehold improvements	10,648	—
Insurance	6,866	8,315
Miscellaneous	8,590	7,976
	<u>7,516,013</u>	<u>6,949,643</u>
Excess of expenditure over revenue	2,661,654	1,983,965
Contributions from the Province of Alberta	2,661,654	1,983,965
	<u>\$ —</u>	<u>\$ —</u>

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF OPERATIONS
PETROLEUM MARKETING FUND
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Revenue from sales of crude oil	\$1,771,615,517	\$1,635,142,414
Less: Contract and other purchases	419,372,259	403,933,831
Transportation	93,496,749	100,128,316
	<u>512,869,008</u>	<u>504,062,147</u>
Net revenue to the Province of Alberta (Note 5)	<u>\$1,258,746,509</u>	<u>\$1,131,080,267</u>

ALBERTA PETROLEUM MARKETING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority
The Alberta Petroleum Marketing Commission operates under the authority of the Petroleum Marketing Act, Chapter P-5, Revised Statutes of Alberta 1980, as amended, and the Natural Gas Marketing Act, Chapter N-2.8, Statutes of Alberta 1986, as amended.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles, except that purchases of furniture, equipment and leasehold improvements are charged to operating fund expenditure, net of disposal proceeds, in the year of acquisition. The balance sheet, however, states the cumulative amount of such expenditures in respect of all fixed assets presently owned with the offsetting credit to equity in fixed assets.

Deferred Contributions

Contributions received from the Province of Alberta to cover operating costs for the three month period subsequent to the fiscal year end have been deferred. Contributions by the Province are based on a yearly budget for the period April 1 to March 31.

Operating Fund Expenditure

The Natural Gas Pricing Agreement Act Fund was administered by the Commission pursuant to the Natural Gas Pricing Agreement Act. The Take-or-pay Costs Sharing Fund is administered pursuant to the Take-or-pay Costs Sharing Act. The expenditure related to the administration of these Funds is reflected in the Statement of Revenue and Expenditure - Operating Fund.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered adequate.

Note 3 Furniture, Equipment and Leasehold Improvements

Changes in furniture, equipment and leasehold improvements were as follows:

	Balance Dec. 31, 1988	Additions	Disposals	Balance Dec. 31, 1989
Furniture and equipment	\$2,649,561	\$420,276	\$882,688	\$2,187,149
Leasehold improvements	831,819	10,648	—	842,467
	<u>\$3,481,380</u>	<u>\$430,924</u>	<u>\$882,688</u>	<u>\$3,029,616</u>

Note 4 Hearing Costs

Hearing costs are comprised of the following:

	1989	1988
Outside Counsel	\$161,644	\$133,781
Travel	56,430	75,922
Transcripts	42,420	27,871
	<u>\$260,494</u>	<u>\$237,574</u>

Note 5 Petroleum Marketing Fund

Net revenue to the Province of Alberta consists of:

	1989	1988
Conventional crude oil - royalty share	\$1,060,942,404	\$ 962,197,117
Synthetic oil - royalty and equity share	197,804,105	168,883,150
	<u>\$1,258,746,509</u>	<u>\$1,131,080,267</u>

Note 6 Commitment

Effective December 1, 1981, the Commission signed a fifteen year lease for office accommodation at a minimum annual rental of \$692,360 plus other occupancy costs.

Note 7 Comparative Figures

The 1988 figures have been reclassified where necessary to conform to the 1989 presentation.

Note 8 Approval of Financial Statements

These financial statements were approved by the Commission.

NATURAL GAS PRICING AGREEMENT ACT FUND
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Fund Balance
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Natural Gas Pricing Agreement Act Fund as at December 31, 1989 and the statement of revenue, expenditure and fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 26, 1990

NATURAL GAS PRICING AGREEMENT ACT FUND
BALANCE SHEET
AS AT DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Cash	\$ —	\$18,094,784
Accrued interest	—	57,816
	<u>\$ —</u>	<u>\$18,152,600</u>
FUND BALANCE		
Fund balance	<u>\$ —</u>	<u>\$18,152,600</u>

The accompanying notes are part
of these financial statements.

NATURAL GAS PRICING AGREEMENT ACT FUND
STATEMENT OF REVENUE, EXPENDITURE AND FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Revenue		
Interest	\$ 144,088	\$ 1,186,207
Expenditure		
Price adjustments (Note 3)	14,646,713	(3,133,141)
Excess (deficiency) of revenue over expenditure	(14,502,625)	4,319,348
Fund balance, beginning of year	18,152,600	11,368,858
	3,649,975	15,688,206
Transfer to General Revenue Fund (Note 4)	(3,649,975)	—
Transfer from Natural Gas Pricing Agreement Market Development Fund	—	2,464,394
Fund balance, end of year	<u>\$ —</u>	<u>\$18,152,600</u>

NATURAL GAS PRICING AGREEMENT ACT FUND
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Natural Gas Pricing Agreement Act Fund was established by the Natural Gas Pricing Agreement Act, Chapter N-4, Revised Statutes of Alberta 1980, as amended.

Pursuant to the Western Accord and the agreement on natural gas markets and prices of October, 1985, the Commission ceased the purchasing and selling of natural gas and the distribution of export differential with respect to gas delivered after October 31, 1986.

Note 2 Significant Accounting Policies

Administration Costs

In accordance with the Natural Gas Pricing Agreement Act, the Fund was administered by the Alberta Petroleum Marketing Commission. Costs of administration are reflected in the Commission's Statement of Revenue and Expenditure-Operating Fund.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered adequate.

Note 3 Price Adjustments

The final distribution of price adjustments was based on October 1986 deliveries. The 1988 comparative figure represents an adjustment resulting from the settlement of an outstanding claim relating to prior delivery periods.

Note 4 Transfer to General Revenue Fund

In accordance with the Natural Gas Pricing Agreement Act, and as directed by the Minister of Energy, the Fund balance was transferred to the Province of Alberta General Revenue Fund.

Note 5 Approval of Financial Statements

These financial statements were approved by the Commission.

TAKE-OR-PAY COSTS SHARING FUND
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Revenue and Expenditure
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Take-or-pay Costs Sharing Fund as at December 31, 1989 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 26, 1990

TAKE-OR-PAY COSTS SHARING FUND
BALANCE SHEET
AS AT DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Cash	\$ 2,042,157	\$ 1,824,825
Accounts receivable	<u>14,971,550</u>	<u>16,874,152</u>
	<u>\$17,013,707</u>	<u>\$18,698,977</u>
LIABILITIES		
Current:		
Accounts payable	\$ 5,750,226	\$ 6,485,440
Deferred revenue (Note 3)	<u>11,263,481</u>	<u>12,213,537</u>
	<u>\$17,013,707</u>	<u>\$18,698,977</u>

The accompanying notes are part
of these financial statements.

TAKE-OR-PAY COSTS SHARING FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Revenue		
Take-or-pay levies	\$184,615,761	\$187,532,735
Interest	<u>266,755</u>	<u>170,394</u>
	184,882,516	187,703,129
Expenditure		
Take-or-pay costs	<u>184,882,516</u>	<u>187,703,129</u>
Excess of revenue over expenditure	<u>\$ —</u>	<u>\$ —</u>

TAKE-OR-PAY COSTS SHARING FUND
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

- Note 1 Authority
The Take-or-pay Costs Sharing Fund was established by the Take-or-pay Costs Sharing Act, Chapter T-O.1, Statutes of Alberta 1986, as amended.
- Note 2 Significant Accounting Policies
Administration Costs
In accordance with the Take-or-pay Costs Sharing Act, the Fund is administered by the Alberta Petroleum Marketing Commission. Costs of administration are reflected in the Commission's Statement of Revenue and Expenditure - Operating Fund.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered adequate.
- Note 3 Deferred Revenue
Deferred revenue represents the portion of December levies which will be used to pay future take-or-pay costs.
- Note 4 Approval of Financial Statements
These financial statements were approved by the Commission.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Trustees of the
Alberta Environmental Research Trust

I have examined the balance sheet of the Alberta Environmental Research Trust as at March 31, 1990 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Trust as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding period.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
May 5, 1990

ALBERTA ENVIRONMENTAL RESEARCH TRUST
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$360,347	\$198,359
Travel advance to employee	500	500
Prepaid insurance	1,402	1,402
	<u>362,249</u>	<u>200,261</u>
Office equipment, at cost	2,330	—
	<u>\$364,579</u>	<u>\$200,261</u>
LIABILITIES		
Current:		
Research grants payable	\$ 20,148	\$ 21,017
Accounts payable	2,734	5,148
	<u>22,882</u>	<u>26,165</u>
Equity in fixed assets	2,330	—
Unexpended funds	339,367	174,096
	<u>\$364,579</u>	<u>\$200,261</u>

The accompanying notes are part
of these financial statements.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	Twelve months ended March 31, <u>1990</u>	Fifteen months ended March 31, <u>1989</u>
REVENUE		
Grants from the Province of Alberta:		
Department of the Environment	\$300,000	\$300,000
Interest	46,226	30,459
	<u>346,226</u>	<u>330,459</u>
EXPENDITURE		
Research grants	90,414	198,641
Salaries and benefits	54,969	62,335
Travel and entertainment	14,691	13,588
Honoraria	8,376	7,814
Printing and office supplies	6,089	11,790
Office equipment	2,330	—
Awards	—	1,000
Miscellaneous	4,086	1,862
	<u>180,955</u>	<u>297,030</u>
Excess of revenue over expenditure	165,271	33,429
Unexpended funds at beginning of period	174,096	140,667
Unexpended funds at end of period	<u>\$339,367</u>	<u>\$174,096</u>

ALBERTA ENVIRONMENTAL RESEARCH TRUST
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Alberta Environmental Research Trust operates under the authority of the Alberta Environmental Research Trust Act, Chapter A-20, Revised Statutes of Alberta 1980, as amended.
- Note 2 Significant Accounting Policies
General
These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of office equipment are charged to expenditure in the year of acquisition. The balance sheet, however, states the cumulative amount of such expenditures with the offsetting credit to equity in fixed assets.
Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Change in Year-End
The year-end of the Trust was changed from December 31 to March 31 at March 31, 1989 to be consistent with the year-end used by the Province of Alberta.
- Note 4 Administration Costs
Equipment, furniture and certain overhead costs incurred in the administration of the Trust have been borne by the General Revenue Fund and are not reflected in these financial statements.
- Note 5 Commitments for Research Grants
The Trust had commitments outstanding as at March 31, 1990 totalling \$167,918 (1989 \$84,258) for approved projects.
- Note 6 Approval of Financial Statements
These financial statements were approved by management.

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Special Waste Management Corporation

I have examined the balance sheet of the Alberta Special Waste Management Corporation as at March 31, 1990 and the statement of revenue, expenditure and retained earnings for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 23, 1990

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$ 8,776	\$11,763
Accounts receivable	1,433	148
Prepaid expense	<u>5</u>	<u>8</u>
	10,214	11,919
Investment in joint venture (Note 3)	20,061	17,273
Fixed (Note 4)	<u>2,931</u>	<u>6,978</u>
	<u>\$33,206</u>	<u>\$36,170</u>
LIABILITIES AND EQUITY		
Current liabilities:		
Due to joint venture	\$ 1,118	\$ 1,330
Accounts payable	581	141
Estimated future treatment costs (Note 5)	1,891	102
Security deposits	<u>15</u>	<u>17</u>
	<u>3,605</u>	<u>1,590</u>
Equity:		
Equity in joint venture	20,061	17,273
Equity in fixed assets	2,931	6,978
Retained earnings	<u>6,609</u>	<u>10,329</u>
	<u>29,601</u>	<u>34,580</u>
	<u>\$33,206</u>	<u>\$36,170</u>

The accompanying notes are part
of these financial statements.

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Revenue:		
Grant from the Province of Alberta,		
General Revenue Fund	\$25,065	\$27,958
Interest earnings	2,242	2,083
Other	<u>2</u>	<u>1</u>
	<u>27,309</u>	<u>30,042</u>
Expenditure:		
Joint venture:		
Contributions to operations, net (Note 6)	21,810	21,643
Investment (recovery) (Note 3)	2,788	(958)
Administration:		
Acquisition of fixed assets (Note 4)	1,984	145
Public awareness and education	784	945
Salaries and employee benefits	508	464
External consulting services	164	165
Travel	105	90
Supplies and services	70	58
Other	60	32
Collection and storage operations:		
Waste disposal	632	798
Occupancy, net	319	318
Repairs and maintenance	170	165
Contract services	109	110
Other	94	81
Community waste programs:		
Household round-ups	1,172	262
Centre for environmental and waste management	252	—
Maintenance of Swan Hills facility utility services	<u>8</u>	<u>161</u>
	<u>31,029</u>	<u>24,479</u>
Excess (deficiency) of revenue over expenditure	(3,720)	5,563
Retained earnings at beginning of year	<u>10,329</u>	<u>4,766</u>
Retained earnings at end of year	<u><u>\$ 6,609</u></u>	<u><u>\$10,329</u></u>

ALBERTA SPECIAL WASTE MANAGEMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Special Waste Management Corporation operates under the authority of the Special Waste Management Act, Chapter S-21.5, Statutes of Alberta 1982, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- a) These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:
- (i) The cost of fixed assets is expensed in the year of acquisition. Fixed assets are also shown on the balance sheet at cost with a corresponding credit to equity in fixed assets.
 - (ii) The annual investment in or recovery from the participation in the joint venture is included in expenditure for the year. The cumulative net investment is shown on the balance sheet at cost with a corresponding credit to equity in joint venture.
- b) A statement of changes in financial position has not been provided as disclosure in these financial statements is considered to be adequate.

Note 3 Investment in Joint Venture

The Corporation has a 40% interest in a joint venture to establish, own, operate and maintain a part of the Alberta Special Waste Management System. The investment in the joint venture is summarized hereunder:

	1990	1989
	(thousands of dollars)	
Balance at beginning of year	\$17,273	\$18,231
Investment (recovery)	2,788	(958)
Balance at end of year	<u>\$20,061</u>	<u>\$17,273</u>

Note 4 Fixed Assets

Fixed assets consist of the following:

	Balance March 31, 1989	Additions During Year	Deletions	Balance March 31, 1990
	(thousands of dollars)			
Swan Hills facility services:				
Access road	\$4,741	\$1,290	\$6,031	\$ —
Utilities	1,761	622	—	2,383
Deep well lease	90	—	—	90
Land	74	—	—	74
	<u>6,666</u>	<u>1,912</u>	<u>6,031</u>	<u>2,547</u>
Furniture and equipment	80	62	—	142
Leasehold improvements	232	10	—	242
	<u>\$6,978</u>	<u>\$1,984</u>	<u>\$6,031</u>	<u>\$2,931</u>

Ownership of and responsibility for the access road to the Swan Hills facility, at a cost of \$6,031,000, was transferred to the Department of Transportation and Utilities.

Note 5 Estimated Future Treatment Costs

Corporation sponsored community programs have accumulated waste for which the future treatment cost is estimated as follows:

	1990	1989
	(thousands of dollars)	
Pesticide containers	\$1,374	\$102
Household materials	469	—
Drugs	48	—
	<u>\$1,891</u>	<u>\$102</u>

Note 6 Contributions to Operations, Net

Under the terms of the joint venture agreement, the Corporation agrees to pay an amount which provides the joint venture with an agreed rate of return. The Corporation's share of the joint venture's net income is netted against the contributions.

Note 7 Commitment

Under an April 1986 agreement with the Minister of Environment, representing the Province of Alberta, the Corporation assumed responsibility for continued storage and eventual transportation, treatment and disposal of hazardous wastes accumulated in warehouses at Nisku, Alberta. The future cost of disposition of these materials on hand at March 31, 1990 is estimated at \$5 million.

Note 8 Guarantee

The Corporation and Bovar (formerly Bow Valley Resource Services Ltd.) have jointly and severally guaranteed payments of the joint venture arising from sub-leases of certain properties with two separate corporations. The amount outstanding under these guarantees at March 31, 1990 is approximately \$5.2 million (1989 \$5.9 million).

Note 9 Administration Expenses

Head office premises and certain basic office furnishings are provided by the Province of Alberta. These assets and certain administrative services are provided at no charge and accordingly are not reflected in these financial statements.

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 11 Approval of Financial Statements

These financial statements have been approved by the members of the Corporation.

ENVIRONMENT COUNCIL OF ALBERTA
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report

Balance Sheet

Statement of Revenue, Expenditure and Unexpended Funds

Statement of Equity in Fixed Assets

Notes to the Financial Statements

AUDITOR'S REPORT

To the Chief Executive Officer of the
Environment Council of Alberta

I have examined the balance sheet of the Environment Council of Alberta as at March 31, 1990 and the statements of revenue, expenditure and unexpended funds and equity in fixed assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Council as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 20, 1990

ENVIRONMENT COUNCIL OF ALBERTA
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$ 29,855	\$ 68,937
Accounts receivable	131	—
Prepaid expenses	10,116	1,890
	<u>40,102</u>	<u>70,827</u>
Fixed:		
Office equipment, at cost	172,716	152,084
Less: Accumulated depreciation	152,862	139,899
	<u>19,854</u>	<u>12,185</u>
	<u>\$ 59,956</u>	<u>\$ 83,012</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 5,835	\$ 2,565
Equity:		
Equity in fixed assets	19,854	12,185
Unexpended funds	34,267	68,262
	<u>54,121</u>	<u>80,447</u>
	<u>\$ 59,956</u>	<u>\$ 83,012</u>

The accompanying notes are part
of these financial statements.

ENVIRONMENT COUNCIL OF ALBERTA
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Contributions by the Province of Alberta, General Revenue Fund	\$ 989,949	\$ 795,748
Expenditure:		
Salaries	699,048	699,342
Travelling	99,375	87,345
Employee benefits	79,372	81,697
Office supplies and postage	46,325	22,091
Fees and commissions	27,745	7,814
Equipment rental	22,167	16,621
Equipment purchases	20,632	4,639
Printing	14,472	15,306
Telephone	5,102	3,388
Hall rentals, meetings and hosting	4,369	1,955
Library	2,799	1,880
Equipment maintenance	2,068	—
Miscellaneous	470	512
	<u>1,023,944</u>	<u>942,590</u>
Excess of expenditure over revenue	(33,995)	(146,842)
Unexpended funds at beginning of year	68,262	215,104
Unexpended funds at end of year	<u>\$ 34,267</u>	<u>\$ 68,262</u>

ENVIRONMENT COUNCIL OF ALBERTA
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$12,185	\$19,747
Add: Equipment purchases	<u>20,632</u>	<u>4,639</u>
	32,817	24,386
Less: Depreciation for the year	<u>12,963</u>	<u>12,201</u>
Balance at end of year	<u><u>\$19,854</u></u>	<u><u>\$12,185</u></u>

ENVIRONMENT COUNCIL OF ALBERTA
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority
The Environment Council of Alberta operates under the authority of the Environment Council Act, Chapter E-13, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices
These financial statements have been prepared in accordance with generally accepted accounting principles except that fixed assets are charged to expenditure at the date of acquisition. Fixed assets are shown on the balance sheet at original cost less accumulated depreciation, with a corresponding credit to equity in fixed assets. Depreciation is charged to equity in fixed assets.
Depreciation is provided over the estimated useful life of the assets on the straight-line method at a rate of 33 1/3% for computer equipment and software and 10% for the remaining office equipment.
Interest earned on cash balances is credited to the General Revenue Fund, and is not reflected in these financial statements.
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Administration Expenses
The cost of office furniture and accommodation expenses incurred in the administration of the Council are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 4 Leases
The Council has an obligation under a long-term operating lease for equipment rental. The future minimum lease payments for each of the next five years and thereafter are:

Year Ending March 31	
1991	\$19,234
1992	19,234
1993	19,234
1994	19,234
1995	4,809
1996 and thereafter	—
	<u><u>\$81,745</u></u>

Note 5 Approval of Financial Statements
These financial statements were approved by management.

ENERGY RESOURCES CONSERVATION BOARD
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Revenue Surplus
Statement of Equity in Fixed Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Energy
Resources Conservation Board

I have examined the balance sheet of the Energy Resources Conservation Board as at March 31, 1990 and the statements of revenue, expenditure and revenue surplus, and equity in fixed assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 17, 1990

ENERGY RESOURCES CONSERVATION BOARD
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash and short-term deposits	\$ 7,779,499	\$10,042,783
Accounts receivable	863,298	880,679
Prepaid expenses	<u>537,128</u>	<u>561,139</u>
	9,179,925	11,484,601
Fixed assets, at cost (Note 3)	<u>17,511,074</u>	<u>17,109,411</u>
	<u>\$26,690,999</u>	<u>\$28,594,012</u>
LIABILITIES AND SURPLUS		
Current:		
Accounts payable	\$ 1,401,029	\$ 1,655,208
Deferred revenue	<u>87,560</u>	<u>95,762</u>
	1,488,589	1,750,970
Management Retiring Allowance Plan (Note 4)	1,553,605	1,326,975
Equity in fixed assets	17,511,074	17,109,411
Revenue surplus	2,543,760	5,084,406
Well abandonment reserve (Note 6)	<u>3,593,971</u>	<u>3,322,250</u>
	<u>\$26,690,999</u>	<u>\$28,594,012</u>

The accompanying notes are part
of these financial statements.

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	Oil and Gas	Coal, Hydro and Electric	Total 1990	Total 1989
Revenue:				
Well administration fees	\$19,484,715	\$ —	\$19,484,715	\$19,208,946
Contributions from the Province of Alberta	16,963,000	1,695,000	18,658,000	20,439,000
Information services	1,937,354	24,691	1,962,045	1,903,828
Drilling licences	1,660,985	—	1,660,985	1,967,725
Interest	1,795,204	20,068	1,815,272	1,834,453
Core research centre	1,220,400	—	1,220,400	1,253,144
Pipeline	1,133,240	—	1,133,240	1,119,995
Disposal of fixed assets	296,311	—	296,311	252,948
Registered applications	145,000	—	145,000	—
Miscellaneous	917,582	9,695	927,277	640,633
	<u>45,553,791</u>	<u>1,749,454</u>	<u>47,303,245</u>	<u>48,620,672</u>
Expenditure:				
Salaries and employee benefits	31,363,110	1,797,761	33,160,871	31,171,933
Building rent, improvements and maintenance	5,286,543	180,000	5,466,543	5,404,259
Fixed assets	1,458,412	3,654	1,462,066	1,422,796
Equipment rental and maintenance	676,221	25,126	701,347	997,649
Computer services	3,689,284	137,079	3,826,363	3,077,312
Travel and automobile	1,008,487	24,719	1,033,206	916,638
Studies and research	412,993	—	412,993	805,052
Office and field supplies	703,022	24,281	727,303	780,977
Telephone and telegraph	594,044	13,908	607,952	589,687
Professional fees	543,809	—	543,809	968,930
Well abandonment	119,448	—	119,448	522,813
Courses, memberships and conferences	421,162	16,368	437,530	368,884
Postage and deliveries	262,107	12,000	274,107	296,929
Communication and energium program	102,721	—	102,721	121,664
Staff transfers and recruitment	111,022	—	111,022	131,046
Publications and periodicals	124,649	3,334	127,983	125,874
Printing and reproduction	43,086	6,238	49,324	66,159
Board hearings	79,735	14,398	94,133	173,935
Sundry	308,449	5,000	313,449	289,553
	<u>47,308,304</u>	<u>2,263,866</u>	<u>49,572,170</u>	<u>48,232,090</u>
Surplus (deficit) for the year	<u>(1,754,513)</u>	<u>(514,412)</u>	<u>(2,268,925)</u>	<u>388,582</u>
Well abandonment reserve (Note 6)				
Return to surplus	137,365	—	137,365	601,235
Appropriation from surplus	(409,086)	—	(409,086)	(389,707)
	<u>(271,721)</u>	<u>—</u>	<u>(271,721)</u>	<u>211,528</u>
	<u>(2,026,234)</u>	<u>(514,412)</u>	<u>(2,540,646)</u>	<u>600,110</u>
Surplus at beginning of year	4,586,876	497,530	5,084,406	4,484,296
Surplus (deficit) at end of year	<u>\$ 2,560,642</u>	<u>\$ (16,882)</u>	<u>\$ 2,543,760</u>	<u>\$ 5,084,406</u>

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$17,109,411	\$16,339,619
Acquisitions:		
General	1,305,868	1,452,049
Petroleum Industry Training Centre	<u>—</u>	<u>45,902</u>
	18,415,279	17,837,570
Disposals	(904,205)	(728,159)
Balance at end of year	<u>\$17,511,074</u>	<u>\$17,109,411</u>

ENERGY RESOURCES CONSERVATION BOARD
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Energy Resources Conservation Board operates under the authority of the Energy Resources Conservation Act, Chapter E-11, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

(a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets are charged to operations in the year of acquisition. For information purposes, the balance sheet shows the cumulative amount of expenditures in respect of fixed assets owned with a corresponding credit shown as equity in fixed assets.

(b) Fixed assets

Fixed assets are recorded at cost, except for donated assets which are recorded at fair market value. The cost of the Petroleum Industry Training Centre does not include the value of assets donated prior to March 31, 1990, since their fair market value could not be determined.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Fixed Assets

Fixed assets are summarized as follows:

	<u>1990</u>	<u>1989</u>
Automobiles	\$ 1,722,034	\$ 1,682,094
Furniture and equipment	7,772,135	7,410,412
'Energeum' Centre displays	1,072,522	1,072,522
Petroleum Industry Training Centre	6,944,383	6,944,383
	<u>\$17,511,074</u>	<u>\$17,109,411</u>

Note 4 Management Retiring Allowance Plan

The Board has established a management retiring allowance plan for certain management staff, who do not participate in the Public Service Management Pension Plan but who do participate in the Public Service Pension Plan. The Plan is funded by annual contributions from the Board and interest thereon. The Board has no liability beyond making the annual contributions to the Plan.

Note 5 Pension Cost Obligations

The Board's employees are eligible for membership in either the Public Service Management Pension Plan or the Public Service Pension Plan, two provincially operated pension plans. Although these are defined benefit plans, any experience gains or losses determined by actuarial valuations are the responsibility of the Province of Alberta. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plans by the Board and its employees.

Note 6 Well Abandonment Reserve

The well abandonment reserve is used to provide for costs associated with wells that have been abandoned in a condition that does not satisfy the Board's requirements and where the licensee cannot be located.

Note 7 Lease Commitments

The Board leases office premises and office machines and equipment with lease terms ranging up to twenty years. The future minimum lease payments for each of the five succeeding fiscal years are as follows:

1991	\$4,591,598
1992	4,556,366
1993	4,349,294
1994	4,516,443
1995	4,516,443

Note 8 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

THE WILD ROSE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of The Wild Rose Foundation

I have examined the balance sheet of The Wild Rose Foundation as at March 31, 1990 and the statement of revenue, expenditure and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 31, 1990

THE WILD ROSE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
GENERAL FUND:		
Current assets:		
Cash (Note 4)	\$4,314,270	\$3,503,169
Accounts receivable (Note 5)	30,169	69,919
Prepaid expenses	15,469	4,500
Fixed assets (Note 6)	114,010	126,508
Total general fund	4,473,918	3,704,096
ENDOWMENT FUND:		
Cash (Note 4)	4,500,000	4,500,000
	<u>\$8,973,918</u>	<u>\$8,204,096</u>
LIABILITIES AND EQUITY		
GENERAL FUND:		
Current liabilities:		
Grants payable (Notes 2(a) and 8)	\$ —	\$ 465,600
Accounts payable	9,353	15,025
	9,353	480,625
Equity:		
Surplus	4,464,565	3,223,471
Total general fund	4,473,918	3,704,096
ENDOWMENT FUND:		
Equity (Note 9)	4,500,000	4,500,000
	<u>\$8,973,918</u>	<u>\$8,204,096</u>

The accompanying notes are part
of these financial statements.

THE WILD ROSE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Alberta Lottery Fund	\$4,166,000	\$ —
Interest	1,046,340	584,976
Western Canada Lottery Corporation	<u>834,000</u>	<u>5,000,000</u>
	<u>6,046,340</u>	<u>5,584,976</u>
EXPENDITURE		
Grants (Notes 2(a) and 8)	4,030,718	1,939,498
Less: Grant recoveries	<u>124,890</u>	<u>144,979</u>
	<u>3,905,828</u>	<u>1,794,519</u>
Volunteer development initiatives (Notes 7 and 8)	<u>347,361</u>	<u>234,455</u>
Administrative:		
Personnel	295,684	233,244
Members	50,200	46,235
Occupancy	46,567	39,880
Depreciation and amortization	42,778	31,149
Office	42,771	38,589
Travel	35,391	25,911
Advertising and publications	18,556	16,546
Conferences and seminars	14,505	12,979
Consultants	5,605	5,275
	<u>552,057</u>	<u>449,808</u>
Total expenditure	<u>4,805,246</u>	<u>2,478,782</u>
Excess of revenue over expenditure for the year	1,241,094	3,106,194
Surplus at beginning of year	<u>3,223,471</u>	<u>117,277</u>
Surplus at end of year	<u><u>\$4,464,565</u></u>	<u><u>\$3,223,471</u></u>

THE WILD ROSE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority
The Wild Rose Foundation operates under the authority of the Wild Rose Foundation Act, Chapter W-7.8, Statutes of Alberta 1984, as amended.

Note 2 Significant Accounting Policies

(a) Grants Payable:

Liabilities are recorded for grants payable only when all conditions required to qualify for the grants have been met by the grant recipients. (See Note 8)

(b) Depreciation and Amortization:

Depreciation and amortization are recorded annually using the straight-line method at the following rates:

Furniture and equipment	- 15% of original cost
Leasehold improvements	- over the remaining term of lease
Computer equipment	- 30% of original cost

(c) Changes in Financial Position:

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Purpose of the Foundation

The purpose of the Foundation is to provide funding to volunteer non-profit organizations that provide necessary and valuable community services to Albertans.

Note 4 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily balance in the Fund at the average rate of interest earned on Fund investments.

Note 5 Accounts Receivable

	1990	1989
Grant refunds, net	\$ 2,222	\$35,465
Promotional material recoveries	26,817	32,983
Other	1,130	1,471
	<u>\$30,169</u>	<u>\$69,919</u>

Note 6 Fixed Assets

	1990	1989
Furniture and equipment, at cost	\$103,177	\$ 88,971
Leasehold improvements, at cost	54,640	51,220
Computer equipment, at cost	35,964	23,340
	<u>193,781</u>	<u>163,531</u>
Less: Accumulated depreciation and amortization	79,771	37,023
	<u>\$114,010</u>	<u>\$126,508</u>

Note 7 Volunteer Development Initiatives

Expenditures are summarized as follows:

	1990	1989
"Volunteer Week" promotion	\$192,610	\$160,321
"Vitalize" conference	110,339	23,569
"Imagine" campaign	43,878	46,361
Other	534	4,204
	<u>\$347,361</u>	<u>\$234,455</u>

Expenditures include \$186,000 (1989 \$179,375) in grants and \$161,361 (1989 \$55,080) in planning and administrative costs.

Note 8 Commitments

As at March 31, 1990, the Foundation had commitments of \$357,495 (1989 \$324,633) in respect of grants approved subject to the fulfilment of certain conditions by the applicants and of \$138,875 (1989 \$264,875) in respect of certain volunteer development initiatives. These commitments are not recorded as liabilities as at March 31, 1990. (See Note 2(a))

The Foundation is committed to monthly lease payments of approximately \$3,800 until July 1991 for office accommodation.

Note 9 Endowment Fund

The initial contribution of \$4,500,000 received from the Western Canada Lottery Corporation is being held in an endowment fund. The interest earned thereon is recorded as revenue. This endowment fund is not available to the Foundation for use in its normal operations unless approved by the Minister.

Note 10 Approval of Financial Statements

These financial statements have been approved by management and Members of the Foundation.

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Revenue Surplus
Statement of Equity in Fixed Assets
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Alberta
Alcohol and Drug Abuse Commission

I have examined the balance sheet of the Alberta Alcohol and Drug Abuse Commission as at March 31, 1990 and the statements of revenue, expenditure and revenue surplus and equity in fixed assets for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
August 1, 1990

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$1,316,483	\$ 876,706
Accountable advances to staff	17,257	19,381
Federal sales tax receivable	7,245	20,499
Miscellaneous receivables	24,110	25,520
Inventory (Note 3)	582,374	561,382
	<u>1,947,469</u>	<u>1,503,488</u>
Fixed (Note 4)	1,009,008	660,244
	<u>2,956,477</u>	<u>2,163,732</u>
Trust cash	55,813	58,681
	<u>\$3,012,290</u>	<u>\$2,222,413</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$1,348,387	\$ 841,691
Deferred revenue	16,708	100,415
	<u>1,365,095</u>	<u>942,106</u>
Inventory reserve	582,374	561,382
Equity in fixed assets	1,009,008	660,244
	<u>2,956,477</u>	<u>2,163,732</u>
Trust:		
Patients' Benevolent Fund	13,129	10,926
Memorial Trust Fund	42,684	47,755
	<u>55,813</u>	<u>58,681</u>
	<u>\$3,012,290</u>	<u>\$2,222,413</u>

The accompanying notes are part
of these financial statements.

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE:		
Contributions by the Department of Health	\$31,245,172	\$26,491,049
Other revenue:		
Grants	73,533	—
Publications	46,614	63,764
Client registration	32,404	33,101
Federal sales tax recovery	—	31,691
Seminars	31,160	21,410
Miscellaneous	4,654	2,265
NET REVENUE	<u>31,433,537</u>	<u>26,643,280</u>
EXPENDITURE:		
Manpower:		
Salaries	11,990,108	10,840,246
Employer contributions	1,616,427	1,417,337
Wages	1,102,095	982,995
Allowances and benefits	66,212	62,136
	<u>14,774,842</u>	<u>13,302,714</u>
Services and supplies:		
Professional, technical and labour services	5,964,071	4,648,817
Materials and supplies	680,255	462,351
Travel and relocation	649,271	593,111
Rental of equipment	202,606	153,403
Advertising	127,229	61,151
Repairs and maintenance of equipment	96,813	80,790
Freight and postage	86,892	71,435
Other services	74,222	71,788
Telephone and communications	44,771	36,986
Hosting	20,573	34,564
Insurance	16,444	27,398
Provision for bad debts	5,182	—
	<u>7,968,329</u>	<u>6,241,794</u>
	<u>22,743,171</u>	<u>19,544,508</u>
Other:		
Direct financial assistance to outside agencies	8,070,657	6,797,191
Purchase of fixed assets	598,717	203,957
TOTAL EXPENDITURE	<u>31,412,545</u>	<u>26,545,656</u>
EXCESS OF REVENUE OVER EXPENDITURE	20,992	97,624
APPROPRIATION TO INVENTORY RESERVE	20,992	97,624
REVENUE SURPLUS	<u>\$ —</u>	<u>\$ —</u>

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$ 660,244	\$ 640,536
Add:		
Investments in fixed assets:		
Purchases included as expenditures	598,717	203,957
Trade-ins and exchanges	2,092	4,110
	<u>1,261,053</u>	<u>848,603</u>
Deduct:		
Depreciation for the year	234,746	177,167
Disposals at net book value	17,299	11,192
	<u>252,045</u>	<u>188,359</u>
Balance at end of year	<u>\$1,009,008</u>	<u>\$660,244</u>

ALBERTA ALCOHOL AND DRUG ABUSE COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Alcohol and Drug Abuse Commission operates under the authority of the Alcohol and Drug Abuse Act, Chapter A-38, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

- (a) These financial statements have been prepared in accordance with generally accepted accounting principles except that fixed assets are charged to expense at date of acquisition. Fixed assets are also shown on the balance sheet at original cost less accumulated depreciation with a corresponding credit to equity in fixed assets. Annual depreciation is charged to equity in fixed assets. Except for books, tapes and films, which are fully depreciated in the year of acquisition, annual depreciation is calculated on a straight-line basis.
- (b) Inventories of materials and supplies are valued at cost.
- (c) Contributions from the Province of Alberta used to finance inventory are reported as being appropriated to the inventory reserve.
- (d) Contributions from the Province of Alberta in excess of operating requirements for the year are reported as deferred revenue, and are available to fund operations of the subsequent year.
- (e) A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Films, Tapes and Books

In prior years, films, tapes and books on hand at year end were included in inventory, valued at 50% of cost. Films, tapes and books should have been classified as fixed assets and charged to expenditure in the year of acquisition in accordance with the accounting policy disclosed in Note 2(a). As a result, the following adjustments have been made to the 1989 comparative figures. Total expenditure has been increased by \$22,971, and the excess of revenue over expenditure and the appropriation to inventory reserve decreased by \$22,971. Inventory and inventory reserve have been decreased by \$460,467. This amount includes \$437,496 to remove the amount of films, tapes and books in inventory prior to April 1, 1988.

The cost of films and tapes shown in Note 4 consists of items costing \$500 and over and purchased in the following periods:

Prior to April 1, 1988	\$391,948
Year to March 31, 1989	22,067
Year to March 31, 1990	28,759
	<u>\$442,774</u>

Note 4 Fixed Assets

Fixed assets consist of the following:

	Cost	Accumulated Depreciation	1990 Net	1989 Net
Furniture and equipment	\$1,406,073	\$ 814,238	\$ 591,835	\$454,327
Computer equipment	827,576	410,403	417,173	205,917
Films and tapes	442,774	442,774	—	—
	<u>\$2,676,423</u>	<u>\$1,667,415</u>	<u>\$1,009,008</u>	<u>\$660,244</u>

Note 5 Contributions by Province of Alberta

The Province of Alberta recovers part of its contributions to the Commission from the Government of Canada under the Vocational Rehabilitation of Disabled Persons and other agreements. Amounts recovered are included in revenue of the Department of Health. Claims relating to the Commission's activities for the years ended March 31, 1990 and March 31, 1989 amount to \$9,729,785 and \$8,251,139 respectively.

Note 6 Administrative Expenses

Accommodation and other administrative expenses incurred in the administration of the Commission are borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Interest on Cash Deposits

Interest from cash deposits in the Consolidated Cash Investment Trust Fund has been credited directly to the General Revenue Fund.

Note 8 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 9 Approval of Financial Statements

These financial statements were approved by management.

CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the Calgary
Area Hospital Advisory Council

I have examined the balance sheet of the Calgary Area Hospital Advisory Council Fund as at March 31, 1990 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 17, 1990

CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	<u>\$1,851</u>	<u>\$1,149</u>
UNEXPENDED FUNDS		
Unexpended funds	<u>\$1,851</u>	<u>\$1,149</u>
The accompanying notes are part of these financial statements.		

CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Grants from Department of Health	<u>\$90,619</u>	<u>\$11,993</u>
Expenditure:		
Emergency service study consultant's fees	75,000	—
Secretary Treasurer's honorarium	12,197	12,197
Office	1,535	342
Secretarial services	846	726
Travel	339	436
Audit	—	60
	<u>89,917</u>	<u>13,761</u>
Excess (deficiency) of revenue over expenditure	702	(1,768)
Unexpended funds at beginning of year	1,149	2,917
Unexpended funds at end of year	<u>\$ 1,851</u>	<u>\$ 1,149</u>

CALGARY AREA HOSPITAL ADVISORY COUNCIL FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
The Calgary Area Hospital Advisory Council Fund operates under the authority of an Order issued by the Minister pursuant to the Department of Hospitals and Medical Care Act, Chapter D-22, Revised Statutes of Alberta 1980, as amended.
- Note 2 Changes in Financial Position
A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.
- Note 3 Comparative Figures
The 1989 figures were reported on by another chartered accountant.
- Note 4 Approval of Financial Statements
These financial statements were approved by the Chairman of the Calgary Area Hospital Advisory Council.

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Health

I have examined the balance sheet of the Edmonton Area Hospital Advisory Council Fund as at March 31, 1990 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 28, 1990

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$4,788	\$16,379
Interest receivable	141	435
	<u>\$4,929</u>	<u>\$16,814</u>
LIABILITIES AND UNEXPENDED FUNDS		
Current:		
Bank indebtedness	\$2,851	\$ 5,127
Accounts payable	560	60
	3,411	5,187
Unexpended funds	1,518	11,627
	<u>\$4,929</u>	<u>\$16,814</u>

The accompanying notes are part
of these financial statements.

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Grants from Department of Health	\$ 13,126	\$26,304
Interest	415	794
	<u>13,541</u>	<u>27,098</u>
Expenditure:		
Council members' fees and travel expenses	12,708	13,826
Secretarial services	6,500	6,330
Office rent and telephone	1,968	736
Office services and courier expenses	1,105	1,377
Retreat expenses	901	1,196
Miscellaneous	468	397
Stationery	—	940
	<u>23,650</u>	<u>24,802</u>
Excess (deficiency) of revenue over expenditure	(10,109)	2,296
Unexpended funds at beginning of year	11,627	9,331
Unexpended funds at end of year	<u>\$ 1,518</u>	<u>\$11,627</u>

EDMONTON AREA HOSPITAL ADVISORY COUNCIL FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Edmonton Area Hospital Advisory Council Fund operated under the authority of an Order issued by the Minister pursuant to the Department of Health Act, Chapter D-21.5, Revised Statutes of Alberta 1980, as amended. The Minister of Health dissolved the Council effective March 31, 1990. The assets and liabilities of the Fund at this date are to be transferred to the General Revenue Fund of the Province of Alberta.

Note 2 Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Approval of Financial Statements

These financial statements were approved by management of the Department of Health responsible for winding down the Fund.

ALBERTA MORTGAGE AND HOUSING CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unfunded
Operating Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Mortgage and Housing Corporation

I have examined the balance sheet of the Alberta Mortgage and Housing Corporation as at March 31, 1990 and the statements of revenue, expenditure and unfunded operating deficit and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 13, 1990

ALBERTA MORTGAGE AND HOUSING CORPORATION
BALANCE SHEET
AS AT MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 23,463	\$ 21,924
Accounts receivable	28,494	26,786
Marketable securities (Note 3)	8,726	11,649
Agreements receivable (Note 4)	10,596	11,820
Investments in programs (Note 5):		
Mortgages and loans receivable	1,536,462	1,698,240
Housing	1,065,368	1,063,326
Real estate	143,448	190,796
Land	103,717	123,034
Fixed assets (Note 6)	1,495	1,053
	<u>\$2,921,769</u>	<u>\$3,148,628</u>
LIABILITIES AND NET DEFICIT		
Accounts payable	\$ 11,127	\$ 10,439
Accrued interest payable	129,766	138,737
Short-term notes payable (Note 7)	11,866	9,946
Property tax deposits on mortgages	23,404	24,475
Due to the Province of Alberta (Note 8)	29,196	17,987
Unearned premiums	8,495	8,500
Advance from the Province of Alberta (Note 9)	253,510	273,110
Long-term debt (Note 10)	<u>3,035,167</u>	<u>3,244,543</u>
	3,502,531	3,727,737
Net deficit (Note 11)	<u>(580,762)</u>	<u>(579,109)</u>
	<u>\$2,921,769</u>	<u>\$3,148,628</u>

The accompanying notes are part
of these financial statements.

ALBERTA MORTGAGE AND HOUSING CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND
UNFUNDED OPERATING DEFICIT
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>Mortgage Lending</u>	<u>Housing</u>	<u>Real Estate</u>	<u>Land</u>	<u>Administrative Support</u>	<u>Total 1990</u>	<u>Total 1989</u>
REVENUE							
Interest:							
Mortgages and loans	\$ 88,974	\$ —	\$ —	\$ —	\$ —	\$ 88,974	\$ 86,240
Bank and other	105	1,026	—	140	1,864	3,135	2,098
Marketable securities	—	—	—	—	901	901	1,663
Rents	—	70,739	17,950	—	—	88,689	89,790
Sales	—	4,243	65,787	14,292	—	84,322	96,133
Insurance premiums earned	1,458	—	—	—	—	1,458	1,422
Other	2,554	309	—	—	648	3,511	2,698
	<u>93,091</u>	<u>76,317</u>	<u>83,737</u>	<u>14,432</u>	<u>3,413</u>	<u>270,990</u>	<u>280,044</u>
EXPENDITURE							
Interest	124,658	133,418	22,915	—	18	281,009	290,767
Costs of sales	—	3,431	57,925	11,869	—	73,225	92,120
Materials, supplies and repairs	97	27,123	5,981	26	943	34,170	30,818
Taxes, utilities and condominium fees	—	26,245	6,532	—	—	32,777	33,062
Manpower and staff development	2,270	14,229	1,721	602	4,849	23,671	22,307
Depreciation	—	21,030	—	—	768	21,798	20,859
Grants and subsidies	—	11,806	—	—	—	11,806	12,280
Bad debts and provisions for losses	3,115	37	102	11,000	—	14,254	(36,482)
Rent and office costs	375	1,075	285	100	1,497	3,332	3,244
Travel and communication	197	564	149	52	217	1,179	1,005
Write down in value of land program investments	—	—	—	—	—	—	1,032
	<u>130,712</u>	<u>238,958</u>	<u>95,610</u>	<u>23,649</u>	<u>8,292</u>	<u>497,221</u>	<u>471,012</u>
Excess of expenditure over revenue from continuing operations before recoveries	(37,621)	(162,641)	(11,873)	(9,217)	(4,879)	(226,231)	(190,968)
Recovered from:							
Canada Mortgage and Housing Corporation	—	53,819	2,408	—	—	56,227	54,750
Municipal authorities	—	2,542	—	—	—	2,542	2,960
Excess of expenditure over revenue from continuing operations	(37,621)	(106,280)	(9,465)	(9,217)	(4,879)	(167,462)	(133,258)
Excess (deficiency) of revenue over expenditure on discontinued operation (Note 12)	(6,633)	—	—	—	—	(6,633)	9,328
Excess of expenditure over revenue for the year	(44,254)	(106,280)	(9,465)	(9,217)	(4,879)	(174,095)	(123,930)
Contributed by Province of Alberta (Note 8)	48,237	98,807	9,465	9,555	5,321	171,385	169,615
	<u>3,983</u>	<u>(7,473)</u>	<u>—</u>	<u>338</u>	<u>442</u>	<u>(2,710)</u>	<u>45,685</u>
Unfunded operating deficit at beginning of year	(377,683)	(76,293)	—	(153,741)	1,053	(606,664)	(652,349)
Unfunded operating deficit at end of year (Note 11)	<u>\$(373,700)</u>	<u>\$ (83,766)</u>	<u>\$ —</u>	<u>\$(153,403)</u>	<u>\$ 1,495</u>	<u>\$(609,374)</u>	<u>\$(606,664)</u>

ALBERTA MORTGAGE AND HOUSING CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	Mortgage Lending	Housing	Real Estate	Land	Administrative Support	Total 1990	Total 1989
Cash provided by (applied to):							
Operating activities	\$ (26,144)	\$ (86,109)	\$(17,225)	\$ (781)	\$(13,578)	\$(143,837)	\$(163,843)
Investing activities	143,663	(22,213)	55,108	10,881	3,262	190,701	151,675
Financing activities	(217,828)	9,509	—	(19,600)	—	(227,919)	(168,882)
Net decrease in cash	<u>\$(100,309)</u>	<u>\$ (98,813)</u>	<u>\$ 37,883</u>	<u>\$(9,500)</u>	<u>\$(10,316)</u>	<u>(181,055)</u>	<u>(181,050)</u>
Net operating advance from the Province of Alberta (Note 8)						182,594	157,513
						1,539	(23,537)
Cash at beginning of year						21,924	45,461
Cash at end of year						<u>\$ 23,463</u>	<u>\$ 21,924</u>
Operating activities:							
Excess of expenditure over revenue for the year	\$ (44,254)	\$(106,280)	\$ (9,465)	\$ (9,217)	\$ (4,879)	\$(174,095)	\$(123,930)
Non-cash transactions:							
Write down of land	—	—	—	—	—	—	1,032
Bad debts and provisions for losses	18,115	37	102	11,000	—	29,254	(36,482)
Depreciation	—	21,030	—	—	768	21,798	20,859
Gain on sale	—	(896)	(7,862)	(2,564)	(30)	(11,352)	(4,184)
Amortization:							
Mortgage insurance premiums	(1,458)	—	—	—	—	(1,458)	(1,422)
Discount on marketable securities	—	—	—	—	(295)	(295)	(662)
Insurance premiums received	1,453	—	—	—	—	1,453	1,196
Net change in non-cash working capital	—	—	—	—	(9,142)	(9,142)	(20,250)
	<u>\$ (26,144)</u>	<u>\$ (86,109)</u>	<u>\$(17,225)</u>	<u>\$ (781)</u>	<u>\$(13,578)</u>	<u>\$(143,837)</u>	<u>\$(163,843)</u>
Investing activities:							
Purchases of marketable securities	\$ —	\$ —	\$ —	\$ —	\$ (6,747)	\$ (6,747)	\$ —
Mortgage advances and acquisition of other assets	(33,102)	(22,201)	—	(3,196)	(1,223)	(59,722)	(58,040)
Reduction in agreements receivable	—	—	—	—	1,224	1,224	50
Proceeds from sale of marketable securities	—	—	—	—	9,965	9,965	16,189
Proceeds from other sales and transfers	—	4,207	70,119	16,148	43	90,517	100,730
Repayments and discharges	176,765	—	—	—	—	176,765	127,791
Acquisitions through foreclosures	—	—	(15,011)	—	—	(15,011)	(30,665)
Transfers from real estate	—	(2,363)	—	(2,071)	—	(4,434)	(2,192)
Transfers from land	—	(1,856)	—	—	—	(1,856)	(2,188)
	<u>\$ 143,663</u>	<u>\$ (22,213)</u>	<u>\$ 55,108</u>	<u>\$ 10,881</u>	<u>\$ 3,262</u>	<u>\$ 190,701</u>	<u>\$ 151,675</u>
Financing activities:							
Debentures issued to the Province of Alberta	\$ 56,000	\$ 22,000	\$ —	\$ —	\$ —	\$ 78,000	\$ 76,000
Repayment of long-term debt	(273,828)	(13,548)	—	—	—	(287,376)	(233,111)
Repayment of advance to the Province of Alberta	—	—	—	(19,600)	—	(19,600)	(11,778)
Contributed surplus from the Province of Alberta	—	1,057	—	—	—	1,057	7
	<u>\$(217,828)</u>	<u>\$ 9,509</u>	<u>\$ —</u>	<u>\$(19,600)</u>	<u>\$ —</u>	<u>\$(227,919)</u>	<u>\$(168,882)</u>

ALBERTA MORTGAGE AND HOUSING CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

- Note 1 Authority
- The Alberta Mortgage and Housing Corporation operates under the authority of the Alberta Mortgage and Housing Corporation Act, Chapter A-32.5, Statutes of Alberta 1984, as amended.
- Note 2 Significant Accounting Policies and Reporting Practices
- These financial statements include the assets and liabilities and the results of operations of the Mortgage Insurance Fund and the Mobile Home Insurance Fund.
- Summary of significant accounting policies:
- a) Mortgages and loans receivable

Mortgages and loans receivable are reported at cost less an allowance for anticipated losses. Cost includes amounts advanced, accrued interest, property taxes, and other charges, less repayments and interest subsidies.
 - b) Housing

Housing program assets are reported at cost less accumulated depreciation.
 - c) Real estate

Real estate program assets are reported at the lower of cost and net realizable value, on an aggregate basis.
 - d) Land

Land program assets, designated for sale, are reported at the lower of cost and net realizable value.

Land program assets held for future development are reported at cost. Land transferred to the Corporation at nominal value is recorded at fair market value at date of acquisition. Enduring declines in value subsequent to acquisition are written off.
 - e) Interest revenue - mortgages and loans receivable

Interest is recognized on an accrual basis until the loan is classified as non-accrual. Interest on non-accrual loans is recognized as revenue on a cash basis. Mortgages and loans on multi-unit rental properties are classified as non-accrual when interest or principal payments are contractually past due 30 days. All other mortgages and loans are classified non-accrual when interest or principal payments are contractually past due 90 days. Mortgages and loans guaranteed by the Province of Alberta or the Government of Canada are not classified as non-accrual.
 - f) Depreciation of assets

Housing program assets and fixed assets are depreciated at the following rates:

Housing program:	
Buildings	Between 1.66% and 2% per annum straight-line
Furniture, fixtures and equipment	10% per annum straight-line
Fixed assets:	
Office furniture and equipment	20% per annum on a declining balance
Computer equipment	40% per annum on a declining balance
 - g) Contributed Surplus

Assets transferred from the Province of Alberta at nominal values are recorded at fair market value at acquisition date. Contributed surplus arising from these transfers is deducted from unfunded operating deficit to arrive at the net deficit of the Corporation.
- Note 3 Marketable Securities
(thousands of dollars)
- Marketable securities consist of the following:
- | | <u>1990</u> | <u>1989</u> |
|---------------------------------|----------------|-----------------|
| Treasury bills and coupon notes | \$6,215 | \$ 5,994 |
| Government of Canada bonds | 2,511 | 5,655 |
| | <u>\$8,726</u> | <u>\$11,649</u> |
| Market value | <u>\$8,671</u> | <u>\$11,389</u> |

Note 4 Agreements Receivable
(thousands of dollars)

Agreements receivable result from agreements to finance the following:

	1990	1989
Sale and development of the Corporation's land:		
Municipal	\$ 4,760	\$ 5,349
Private	1,040	1,545
Student residences - Province of Alberta	4,176	4,327
Sale of the Corporation's surplus housing	620	599
	<u>\$10,596</u>	<u>\$11,820</u>

Note 5 Investments in Programs
(thousands of dollars)

a) Mortgages and loans receivable

Mortgages and loans receivable consist of the following:

	1990	1989
Cost	\$1,864,962	\$2,026,640
Less allowances for losses	328,500	328,400
Book value	<u>\$1,536,462</u>	<u>\$1,698,240</u>

The analysis of the mortgages and loans receivable by lending program is as follows:

Current:

Home ownership	\$ 736,378	\$ 817,455
Less allowance for loss on disposal	15,000	—
	<u>721,378</u>	<u>817,455</u>
Multi-unit rentals	315,135	317,446
Land and others	9,047	8,778
	<u>1,045,560</u>	<u>1,143,679</u>

Non-Accrual:

Home ownership	1,745	10,913
Multi-unit rentals	785,376	801,758
Land and others	17,281	70,290
	<u>804,402</u>	<u>882,961</u>

Less allowances for losses on non-accrual amounts:

Home ownership	—	700
Multi-unit rentals	301,500	300,500
Land and others	12,000	27,200
	<u>313,500</u>	<u>328,400</u>

Net non-accrual	490,902	554,561
	<u>\$1,536,462</u>	<u>\$1,698,240</u>

b) Housing

Housing consists of assets used in the delivery of housing programs.

	Land	Buildings	Furniture Fixtures and Equipment	Work in Progress	Total
Senior citizens' self contained units	\$ 61,503	\$ 562,334	\$17,392	\$ 5,558	\$ 646,787
Community housing	53,288	311,247	9,626	654	374,815
Senior citizens' lodges	7,011	124,614	3,854	8,471	143,950
Industrial & mobile home parks	50,480	—	—	—	50,480
Provincial staff housing	4,077	17,809	551	2	22,439
Other	1,325	4,683	145	515	6,668
Total cost	<u>177,684</u>	<u>1,020,687</u>	<u>31,568</u>	<u>15,200</u>	<u>1,245,139</u>
Accumulated depreciation	—	152,805	26,966	—	179,771
1990 Net book value	<u>\$177,684</u>	<u>\$ 867,882</u>	<u>\$ 4,602</u>	<u>\$15,200</u>	<u>\$1,065,368</u>
1989 Net book value	<u>\$179,057</u>	<u>\$ 861,227</u>	<u>\$ 6,966</u>	<u>\$16,076</u>	<u>\$1,063,326</u>

c) Real estate

Real estate consists of properties acquired on settlements of mortgage claims and foreclosures. These properties are designated for sale and in the previous year were valued at cost less enduring declines in value. Since it is now the Corporation's intention to dispose of these properties in the short-term, they are valued at the lower of cost and net realizable value, on an aggregate basis.

d) Land

Land is acquired for future development by the Corporation to meet housing program needs and under land banking and development agreements for sale to municipalities.

	1990	1989
Designated for sale	\$ 74,002	\$ 80,885
Less allowance for losses	<u>11,000</u>	<u>—</u>
	63,002	80,885
Held for future development	<u>40,715</u>	<u>42,149</u>
	<u>\$103,717</u>	<u>\$123,034</u>

Note 6 Fixed Assets
(thousands of dollars)

Fixed assets are used in administrative support and consist of the following:

	Cost	Accumulated Depreciation	Net Book Value	
			1990	1989
Computer	\$4,463	\$3,494	\$ 969	\$ 492
Office furniture and equipment	1,468	979	489	524
Land	<u>37</u>	<u>—</u>	<u>37</u>	<u>37</u>
	<u>\$5,968</u>	<u>\$4,473</u>	<u>\$1,495</u>	<u>\$1,053</u>

Note 7 Short-Term Notes Payable

Short-term notes payable are held by the Alberta Provincial Corporation Loan Fund and mature within one year.

Note 8 Due to the Province of Alberta
(thousands of dollars)

Due to the Province of Alberta consists of the following:

	1990	1989
Balance brought forward	\$ 17,987	\$ 30,089
Net operating advance	182,594	157,513
Contribution by the Province to fund a portion of the excess of expenditure over revenue for the year	(171,385)	(169,615)
Balance carried forward	<u>\$ 29,196</u>	<u>\$ 17,987</u>

Note 9 Advance from the Province of Alberta

The advance from the General Revenue Fund of the Province of Alberta is interest-free and is repayable on demand.

Note 10 Long-Term Debt
(thousands of dollars)

Long-term debt consists of the following:

	1990	1989
Debentures payable		
- Province of Alberta, maturing 1990 to 2015, with a weighted average interest rate of 10.81%	\$2,925,905	\$3,134,070
- Canada Mortgage and Housing Corporation, maturing 1998 to 2030, with a weighted average interest rate of 9.07%	107,870	108,550
Mortgages and agreements for sale		
- Province of Alberta	1,051	1,577
- Canada Mortgage and Housing Corporation	<u>341</u>	<u>346</u>
	<u>\$3,035,167</u>	<u>\$3,244,543</u>

- a) The repayment of principal and interest of all borrowings of the Corporation is guaranteed by the Province of Alberta.
- b) Debentures are repayable in equal annual or semi-annual instalments of blended principal and interest over the terms to maturity.
- c) Approximate aggregate repayments due in each of the next 5 years are:

	<u>1990</u>	<u>1989</u>
1989-90	\$ —	\$190,100
1990-91	193,129	198,101
1991-92	128,388	129,333
1992-93	121,703	122,857
1993-94	120,007	121,406
1994-95	118,184	—

Note 11 Net Deficit
(thousands of dollars)

The net deficit consists of the following:

	<u>1990</u>	<u>1989</u>
Mortgages and loans receivable:		
Allowances for losses	\$328,500	\$328,400
Loss on foreclosures	45,200	49,283
	<u>373,700</u>	<u>377,683</u>
Housing:		
Depreciation	85,041	77,677
Capitalization of program assets	(1,275)	(1,384)
	<u>83,766</u>	<u>76,293</u>
Land:		
Write down and allowance for losses	<u>153,403</u>	<u>153,741</u>
Administrative support:		
Capitalization of fixed assets	(1,495)	(1,053)
Unfunded operating deficit	609,374	606,664
Less contributed surplus arising from the transfer of assets from the Province of Alberta	28,612	27,555
	<u>\$580,762</u>	<u>\$579,109</u>

Note 12 Discontinued Operation
(thousands of dollars)

On March 6, 1990, the Board of Directors approved a plan for the sale of the residential mortgage portfolio. Management expects that the sale of these mortgages will be completed by December 31, 1990. The Corporation will guarantee any loss, expense or liability incurred by the purchasers due to defaults occurring before January 2, 1998. Accordingly, the deficiency of revenue over expenditure on the residential mortgages has been accounted for as a discontinued operation and the previously reported financial statements have been restated.

The book value of the residential mortgages at March 31, 1990 is as follows:

Cost	\$643,864
Allowance for loss on disposal	15,000
	<u>\$628,864</u>

These mortgages are reported as part of the home ownership mortgages in Note 5(a) to the financial statements.

Additional information on the discontinued operation is as follows:

	<u>1990</u>	<u>1989</u>
Interest revenue	<u>\$ 76,010</u>	<u>\$82,078</u>
Excess of revenue over expenditure for the year	\$ 8,367	\$ 9,328
Provision for loss on disposal	(15,000)	—
Excess (deficiency) of revenue over expenditure on discontinued operation	<u>\$ (6,633)</u>	<u>\$ 9,328</u>

Disposal dates for the assets relating to the discontinued operation are not known and therefore the results of operation from April 1, 1990 to the disposal date are not provided.

Note 13 Mobile Home Loan Insurance
(thousands of dollars)

Mobile home loans amounting to \$149,071 (1989 \$132,241) are insured by the Corporation.

Note 14 Capitalization of Interest
(thousands of dollars)

During the year, the Corporation allocated \$2,470 (1989 \$1,109) interest to construction projects.

Note 15 Commitments and Contractual Obligations
(thousands of dollars)

The Corporation has commitments for unadvanced amounts on approved mortgages totalling \$12,111 (1989 \$11,000) and contractual obligations for construction projects totalling \$14,065 (1989 \$18,872).

Note 16 Contingent Liabilities
(thousands of dollars)

The Corporation is involved in a number of legal proceedings, the outcome of which cannot be predicted at this time. Claims amounting to \$13,800 (1989 \$1,100) have been filed against the Corporation. In the opinion of management, the disposition of these cases will not materially affect the financial position of the Corporation. Any settlement will be charged to income in the year the settlement occurs.

Note 17 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 18 Approval of Financial Statements

These financial statements have been approved by the Board of Directors of the Corporation.

ALBERTA SPORT COUNCIL
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds - Operating
Statement of Revenue, Expenditure and Unexpended Funds - Alberta
Olympic Game Plan
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Sport Council

I have examined the balance sheet of the Alberta Sport Council as at March 31, 1990 and statements of revenue, expenditure and unexpended funds - operating, and revenue, expenditure and unexpended funds - Alberta Olympic Game Plan for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

In common with similar organizations, the Council derives revenue from donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of the Council and I was not able to determine whether any adjustments might be necessary to donation revenue, excess of revenue over expenditure - operating, assets and unexpended operating funds.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of revenue from donations as referred to in the preceding paragraph, these financial statements present fairly the financial position of the Council as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the change in accounting for accrued vacation pay as described in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 15, 1990

ALBERTA SPORT COUNCIL
BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$ 161,265	\$ 283,297
Term deposits and Treasury bills	6,762,979	7,023,813
Accrued interest receivable	33,469	63,680
Accounts receivable	21,518	12,955
Prepaid expenses	45,457	77,462
	<u>7,024,688</u>	<u>7,461,207</u>
Fixed assets (Note 4)	127,180	150,962
	<u>\$7,151,868</u>	<u>\$7,612,169</u>
LIABILITIES AND FUND BALANCES		
Current:		
Grants and accounts payable	\$ 162,490	\$ 239,715
Unexpended funds:		
Operating	6,778,151	6,757,907
Alberta Olympic Game Plan (Note 5)	211,227	614,547
	<u>6,989,378</u>	<u>7,372,454</u>
	<u>\$7,151,868</u>	<u>\$7,612,169</u>

The accompanying notes are part
of these financial statements.

ALBERTA SPORT COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND
UNEXPENDED FUNDS - OPERATING
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Western Canada Lottery Corporation	\$ 9,110,000	\$ 9,173,000
Investment income	800,716	540,417
Donations (Note 6)	1,415,094	413,109
Other revenue	170,799	88,719
	<u>11,496,609</u>	<u>10,215,245</u>
EXPENDITURE		
Technical development programs	6,920,276	4,938,582
Local sport development programs	1,808,720	1,590,165
Alberta games and competitions	1,561,759	847,950
Administration	510,698	543,059
Public relations, promotion and fund raising	555,537	475,855
Alberta Sports Hall of Fame and Museum	119,375	84,003
	<u>11,476,365</u>	<u>8,479,614</u>
Excess of revenue over expenditure	20,244	1,735,631
Unexpended funds at beginning of year, as restated (Note 3)	6,757,907	5,022,276
Unexpended funds at end of year	<u>\$ 6,778,151</u>	<u>\$ 6,757,907</u>

ALBERTA SPORT COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND
UNEXPENDED FUNDS - ALBERTA OLYMPIC GAME PLAN
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Investment income	\$ 41,540	\$ 74,399
EXPENDITURE		
Grants to Provincial Olympic winter sport associations	323,412	417,594
Special projects	69,692	34,722
Program delivery costs:		
Salaries and benefits	36,706	45,778
Travel and committee	11,088	3,853
Office	3,962	4,769
	<u>444,860</u>	<u>506,716</u>
Deficiency of revenue over expenditure	403,320	432,317
Unexpended funds at beginning of year	614,547	1,046,864
Unexpended funds at end of year	<u>\$211,227</u>	<u>\$ 614,547</u>

ALBERTA SPORT COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Sport Council operates under the authority of the Alberta Sport Council Act, Chapter A-37.5, Statutes of Alberta 1983.

Note 2 Significant Accounting Policies and Reporting Practices

Grants Payable

Liabilities are recorded for grants payable only when all the conditions required to qualify for the grants have been met by the grant recipients.

Fixed Assets

Fixed assets purchased by the Council are recorded at cost. Fixed assets donated to the Council are recorded at fair market value at date of donation. The fixed asset value is shown net of depreciation and amortization which is provided over the estimated useful life of the assets at rates as follows:

Furniture and equipment	20% - 30% declining balance
Vehicles	4 years straight-line
Leasehold improvements	5 years straight-line

Donations

Donations are reported when received. Donations of materials and services are reported at fair market value, provided such materials and services would be purchased and paid for by the Council if not donated.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Change in Accounting Policy

During the year, the Council adopted the accounting policy of recording accrued vacation pay. In prior years, vacation pay was recorded as an expenditure when paid. This change in accounting policy, which has been applied retroactively, increased expenditures by \$11,547 (1989 \$7,386) and increased liabilities by \$87,300 (1989 \$75,753). The unexpended fund balances at the beginning of the year have been restated as follows:

	<u>1990</u>	<u>1989</u>
Unexpended operating funds at beginning of year, as previously reported	\$6,833,660	\$5,090,643
Accrued vacation pay	75,753	68,367
Unexpended operating funds at beginning of year, as restated	<u>\$6,757,907</u>	<u>\$5,022,276</u>

Note 4 Fixed Assets

	Cost	Depreciation and Amortization	1990 Net	1989 Net
Furniture and equipment	\$266,182	\$162,389	\$103,793	\$133,164
Vehicles	33,720	12,590	21,130	9,667
Leasehold improvements	65,284	63,027	2,257	2,745
Sport equipment	—	—	—	5,386
	<u>\$365,186</u>	<u>\$238,006</u>	<u>\$127,180</u>	<u>\$150,962</u>

Note 5 Alberta Olympic Game Plan

The Sport Council administers funds for the Alberta Olympic Game Plan. The purpose of the Plan is to create an awareness of the Olympic sports, provide enrichment funding to provincial sports associations and to provide opportunities to potential Alberta Olympic athletes, coaches and officials.

Note 6 Donations

Included in donations is the value of donated materials and supplies amounting to approximately \$259,000 (1989 \$56,000).

Note 7 Supplies, Services and Accommodation

Accommodations, basic office furnishings and certain other administration costs have been borne by the Province of Alberta, General Revenue Fund and are not reflected in these financial statements.

Note 8 Related Party Transactions

The Managing Director donated the use of facilities to host a marketing promotion. The value of this donation is estimated at \$2,000.

Note 9 Commitments

At March 31, 1990, the Council had the following outstanding commitments:

	1990	1989
Alberta Games	\$ 905,000	\$691,800
Local sport development grants	215,396	276,136
Provincial sport development	55,000	—
	<u>\$1,175,396</u>	<u>\$967,936</u>

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 11 Approval of Financial Statements

These financial statements were approved by management

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Unexpended Funds
Notes to the Financial Statements
Schedule of Administrative Expenses

AUDITOR'S REPORT

To the Members of The Recreation, Parks
and Wildlife Foundation

I have examined the balance sheet of The Recreation, Parks and Wildlife Foundation as at March 31, 1990 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

In common with similar organizations, the Foundation derives revenue from donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of this revenue was limited to the amounts recorded in the records of the Foundation and I was not able to determine whether any adjustments might be necessary to donation revenue, excess of revenue over expenditure, assets, unexpended funds and restricted funds.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the donations referred to in the preceding paragraph, these financial statements present fairly the financial position of the Foundation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the change in the method of accounting for donated land as explained in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 18, 1990

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u> (Note 3)
ASSETS		
Current:		
Cash (Note 4)	\$4,274,584	\$5,016,587
Accountable advance	10,000	10,000
Accounts receivable	52,283	8,550
Loan receivable	56,000	—
Prepaid expenses	23,987	40,327
	<u>4,416,854</u>	<u>5,075,464</u>
Fixed assets (Note 5)	934,368	325,178
	<u><u>\$5,351,222</u></u>	<u><u>\$5,400,642</u></u>
LIABILITIES AND EQUITY		
Current:		
Grants payable	\$1,582,037	\$1,574,750
Accounts payable	1,090	3,958
Deferred revenue	—	27,033
Funds held on behalf of the Red Deer Foundation (Note 6)	<u>—</u>	<u>1,116,359</u>
	<u>1,583,127</u>	<u>2,722,100</u>
Equity:		
Restricted funds (Note 7)	924,124	487,124
Unexpended funds (Note 8)	2,843,971	2,191,418
	<u>3,768,095</u>	<u>2,678,542</u>
	<u><u>\$5,351,222</u></u>	<u><u>\$5,400,642</u></u>

The accompanying notes are part
of these financial statements.

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Alberta Lottery Fund	\$4,566,000	\$ —
Western Canada Lottery Corporation	834,000	5,000,000
Interest	606,166	327,179
Donations	560,523	2,080
Project revenue	121,436	16,660
	<u>6,688,125</u>	<u>5,345,919</u>
EXPENDITURE		
Grants (Note 9)	4,557,503	3,557,024
Administrative expenses, Schedule 1	437,723	439,244
Project expenses (Note 10)	1,040,346	15,998
	<u>6,035,572</u>	<u>4,012,266</u>
Excess of revenue over expenditure	652,553	1,333,653
Unexpended funds at beginning of year	2,191,418	857,765
Unexpended funds at end of year	<u><u>\$2,843,971</u></u>	<u><u>\$2,191,418</u></u>

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Recreation, Parks and Wildlife Foundation operates under the authority of the Recreation, Parks and Wildlife Foundation Act, Chapter R-9, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

Fixed Assets

Purchased fixed assets are recorded at cost. Donated fixed assets are recorded at estimated market value at date of acquisition. Office furniture and equipment are depreciated on a straight-line basis at rates of 10% and 25% per annum, respectively. Leasehold improvements are amortized over the term of the lease.

Donations

Unrestricted donations of cash and land are recorded as revenue of the Foundation in the statement of revenue, expenditure and unexpended funds.

Conditional donations of cash and land are recorded as restricted funds.

Grants Payable

Grants are recorded as liabilities and expenditure when approved by the Foundation and all significant conditions required to qualify for the grant have been met by the grant recipient.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Change in Accounting Policy

During the year, the Foundation adopted the policy of recording donated assets as described in Note 2. As a result, donated land previously recorded at a nominal value of \$1 has been retroactively recorded at its estimated market value of \$288,000 with a corresponding credit to restricted funds.

Note 4 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily cash balance at the average rate of interest earnings of the Fund.

Note 5 Fixed Assets

	1990		1989	
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Land	\$ 905,000	\$ —	\$905,000	\$288,000
Office furniture	42,319	21,372	20,947	25,179
Office equipment	37,920	32,310	5,610	6,377
Leasehold improvements	37,812	35,001	2,811	5,622
	<u>\$1,023,051</u>	<u>\$88,683</u>	<u>\$934,368</u>	<u>\$325,178</u>

Additions to fixed assets during the year totalled \$700,825 (1989 \$6,377), including donated land valued at \$697,000 (1989 Nil). \$437,000 of the donated land was subject to restrictions imposed by the donor as to its use by the Foundation.

Note 6 Funds Held on Behalf of the Red Deer Foundation

These funds were being held temporarily on behalf of the Red Deer Foundation and were returned during the year.

Note 7 Restricted Funds

Restricted funds are represented by:

	1990	1989
Donated land	\$725,000	\$288,000
Endowment cash	199,124	199,124
	<u>\$924,124</u>	<u>\$487,124</u>

Restricted funds includes \$288,000 of donated land for development as a natural park. Under the terms of the bequest, the land must be developed by 1991 or ownership reverts to the estate of the donor. The Foundation expects to receive clear title to this land in 1990-91.

The endowment was received from the Alberta Advisory Board on Recreation for the Disabled. Revenue derived from this endowment is to be applied to programs previously administered by that organization for a ten year period ending October 1994, after which the endowment funds will become expendable.

Note 8 Unexpended Funds

Unexpended funds are summarized as follows:

	<u>1990</u>	<u>1989</u>
Expendable funds:		
General activities	\$1,514,360	\$1,001,380
Leisure Lifestyle program	449,401	817,603
Youth-in-Action program	400,118	222,835
Ventures in Parks program	267,677	125,500
Projects	32,415	24,100
	<u>2,663,971</u>	<u>2,191,418</u>
Donated land	180,000	—
	<u>\$2,843,971</u>	<u>\$2,191,418</u>

Note 9 Grant Expenditures

Grant expenditures are summarized by program as follows:

	<u>1990</u>	<u>1989</u>
Recreation	\$1,694,447	\$1,593,624
Parks	141,046	142,188
Wildlife	698,993	514,060
Provincial recreation association enrichment	993,186	972,713
Leisure Lifestyle	849,292	182,774
Ventures in Parks	57,823	74,500
Youth-in-Action	122,716	77,165
	<u>\$4,557,503</u>	<u>\$3,557,024</u>

Some grant expenditures require that a percentage of the revenue generated be returned to the Foundation. Any revenue received will be recorded on a cash basis as project funds.

Note 10 Project Expenses

Project expenses are summarized as follows:

	<u>1990</u>	<u>1989</u>
Major fitness promotion campaign	\$ 551,020	\$ —
Rick Hansen Centre	400,000	—
Success in Fitness program	89,326	15,988
	<u>\$1,040,346</u>	<u>\$15,988</u>

Note 11 Supplies, Services and Accommodation

Accommodation, basic office furnishings and certain other administrative costs and salaries of staff seconded from the Department of Recreation and Parks, have been borne by the General Revenue Fund and certain outside organizations and are not reflected in these financial statements.

Note 12 Commitments

As at March 31, 1990, the Foundation had commitments under long-term agreements and various grant programs which amounted to \$671,000 (1989 \$565,000).

Note 13 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 14 Approval of Financial Statements

These financial statements were approved by management.

Schedule 1

THE RECREATION, PARKS AND WILDLIFE FOUNDATION
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Management fees	\$224,526	\$215,589
Board members' fees and expenses	59,809	54,878
Office supplies and expenses	43,925	60,590
Newsletter	37,319	38,609
Meetings and entertainment	15,730	14,251
Travel	15,513	16,684
Depreciation and amortization	11,636	12,352
Car expenses and parking	8,754	9,327
Printing and advertising	4,500	4,102
Telephone	3,835	3,165
Delivery and transportation	2,537	2,842
Miscellaneous	9,639	6,855
	<u>\$437,723</u>	<u>\$439,244</u>

ALBERTA RACING COMMISSION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue Surplus
Statement of Revenue and Expenditure - Operations
Statement of Revenue and Expenditure - Development
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Racing Commission

I have examined the balance sheet of the Alberta Racing Commission as at March 31, 1990 and the statements of revenue surplus, revenue and expenditure - operations and revenue and expenditure - development for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
July 23, 1990

ALBERTA RACING COMMISSION
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$647,744	\$ 526,270
Accounts receivable	7,643	18,186
Prepaid expenses	<u>66,873</u>	<u>55,584</u>
	722,260	600,040
Fixed:		
Equipment, at cost	<u>58,336</u>	<u>57,516</u>
	<u>\$780,596</u>	<u>\$ 657,556</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$197,133	\$ 348,393
Other:		
Standardbred Sires Stakes Registration	<u>25,089</u>	<u>24,844</u>
Equity:		
Reserves (Note 3)	345,573	345,573
Capital surplus arising from purchase of fixed assets	58,336	57,516
Revenue surplus (deficit)	<u>154,465</u>	<u>(118,770)</u>
	<u>558,374</u>	<u>284,319</u>
	<u>\$780,596</u>	<u>\$ 657,556</u>

The accompanying notes are part
of these financial statements.

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue deficit at beginning of year	\$(118,770)	\$ (26,725)
Excess (deficiency) of revenue over expenditure for the year - development	273,235	(212,877)
Transfers from reserves	—	120,832
Revenue surplus (deficit) at end of year	<u>\$ 154,465</u>	<u>\$(118,770)</u>

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE - OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Contribution by the Province of Alberta	\$ 686,444	\$ 700,236
Assessments, licenses and fines	345,158	334,516
Interest	187,081	155,501
Miscellaneous	1,076	723
	<u>1,219,759</u>	<u>1,190,976</u>
Expenditure:		
Administrative salaries	276,084	279,116
Veterinarians' fees	188,389	188,311
Judges' fees	157,270	141,753
Commissioners' honoraria	138,661	133,618
Stewards' fees	133,724	126,507
Travelling	114,078	104,675
Employee benefits	61,301	57,230
Office	42,241	29,433
Steroid testing program	33,026	14,902
Hearings and appeals	26,994	50,547
Licensee identification equipment and supplies	15,198	8,417
Memberships and subscriptions	7,737	7,124
Lunches and entertainment	7,596	5,576
Human toxicology	7,196	5,546
Security services, equipment and supplies	4,064	5,783
Trophies	1,627	1,627
Insurance	1,597	1,450
Legal fees	1,157	1,377
Consultant's fee	—	25,000
Miscellaneous	1,819	2,984
	<u>1,219,759</u>	<u>1,190,976</u>
	<u>\$ —</u>	<u>\$ —</u>

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE - DEVELOPMENT
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Revenue:		
Contribution by the Province of Alberta	\$6,389,425	\$6,032,564
Expenditure:		
Standardbred support:		
Grants	66,241	66,555
Breeders of Alberta breds bonus	51,475	51,475
Owners of Alberta breds premium	886,896	1,136,594
Purse supplements	1,737,540	1,724,670
	<u>2,742,152</u>	<u>2,979,294</u>
Thoroughbred support:		
Grants	74,836	60,917
Breeders of Alberta breds bonus	502,138	294,675
Owners of Alberta breds premium	643,536	772,075
Purse supplements	1,713,482	1,698,240
	<u>2,933,992</u>	<u>2,825,907</u>
Community support:		
Grants	195,587	207,818
Purse supplement	187,974	187,911
	<u>383,561</u>	<u>395,729</u>
Equine research	23,151	23,151
Tattooing	24,365	15,975
Promotions	7,330	2,885
Other	1,639	2,500
	<u>56,485</u>	<u>44,511</u>
	<u>6,116,190</u>	<u>6,245,441</u>
Excess (deficiency) of revenue over expenditure	<u>\$ 273,235</u>	<u>\$ (212,877)</u>

ALBERTA RACING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Racing Commission operates under the authority of the Racing Commission Act, Chapter R-1, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that no depreciation has been provided on fixed assets as purchases are charged to operations in the year of acquisition. Fixed assets are shown on the balance sheet at original cost with the offsetting credit to capital surplus.

Contributions by the Province of Alberta

The Commission receives contributions from a supply vote of the Department of Solicitor General of the Province of Alberta based on the Alberta pari-mutuel tax. Contributions are allocated firstly to operations and thereafter to development.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Reserves

Reserves created by appropriations from revenue surplus comprise:

Revenue Stabilization	\$300,000
Thoroughbred support	5,971
Community support	39,602
	<u>\$345,573</u>
1989	<u>\$345,573</u>

Note 4 Administration Expenses

Operations expenditure does not include the cost of certain office accommodation and office furniture which is borne by the Province of Alberta.

Note 5 Approval of Financial Statements

These financial statements were approved by management

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Equity
Statement of Equity in Fixed Assets
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Directors of The Alberta Educational Communications Corporation and
the Members of The Alberta Educational Communications Authority

I have examined the balance sheet of The Alberta Educational Communications Corporation as at March 31, 1990 and the statements of revenue, expenditure and operating equity, equity in fixed assets and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 8, 1990

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
BALANCE SHEET
MARCH 31, 1990

	1990	1989
ASSETS		
Current:		
Cash	\$ 437,049	\$ 519,024
Accounts receivable	606,485	630,391
Capital grant receivable	720,000	—
Inventories	48,209	42,243
Prepaid expenses and deposits	445,462	360,387
	<u>2,257,205</u>	<u>1,552,045</u>
Deferred program costs (Note 3)	2,121,819	1,947,363
Fixed assets (Note 4)	4,245,598	4,632,993
Long-term licenses (Note 5)	93,146	122,818
	<u>\$8,717,768</u>	<u>\$8,255,219</u>
LIABILITIES AND EQUITY		
Current:		
Payables and accruals	\$1,665,761	\$1,957,704
Unexpended capital grants	837,147	258,227
Advances on co-productions	356,028	467,768
	<u>2,858,936</u>	<u>2,683,699</u>
Equity:		
Operating	1,613,234	938,527
In fixed assets	4,245,598	4,632,993
	<u>5,858,832</u>	<u>5,571,520</u>
	<u>\$8,717,768</u>	<u>\$8,255,219</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING EQUITY
FOR THE YEAR ENDED MARCH 31, 1990

	1990	1989
REVENUE		
Operating grant from the Province of Alberta	\$15,878,000	\$15,263,000
Revenue from program sales, video and audio dubbing (Note 6)	995,218	756,913
Direct costs recovered on production of programs	321,128	657,368
Membership contributions	478,744	328,443
Interest	369,204	314,175
Corporate underwriting	175,431	206,937
Other	35,078	28,755
	<u>18,252,803</u>	<u>17,555,591</u>
EXPENDITURE		
Development and production	8,406,021	8,606,510
Program support	4,557,694	4,410,449
Utilization and distribution	4,614,381	4,257,907
	<u>17,578,096</u>	<u>17,274,866</u>
Excess of revenue over expenditure for the year	674,707	280,725
Operating equity at beginning of year	938,527	657,802
Operating equity at end of year	<u>\$ 1,613,234</u>	<u>\$ 938,527</u>

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF EQUITY IN FIXED ASSETS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Equity in fixed assets at beginning of year	\$4,632,993	\$5,035,115
Add:		
Unexpended capital grants at beginning of year	258,227	299,165
Capital grant from the Province of Alberta	1,220,000	850,000
Unexpended capital grants at end of year	(837,147)	(258,227)
Proceeds on sale of fixed assets	37,371	8,750
Total funds used to acquire fixed assets	<u>678,451</u>	<u>899,688</u>
Deduct:		
Depreciation and amortization of fixed assets	1,034,617	1,232,259
Disposal of fixed assets, at cost less accumulated depreciation of \$445,736 (1989 \$372,657)	<u>31,229</u>	<u>69,551</u>
	<u>1,065,846</u>	<u>1,301,810</u>
Equity in fixed assets at end of year	<u>\$4,245,598</u>	<u>\$4,632,993</u>

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating activities:		
Excess of revenue over expenditure	\$ 674,707	\$ 280,725
Add items not affecting cash:		
Amortization of long-term licenses	29,672	10,828
Amortization of deferred program costs	1,408,430	1,321,290
Net change in non-cash working capital balances relating to operations (Note 7)	<u>(470,818)</u>	<u>298,452</u>
Cash provided by operations	<u>1,641,991</u>	<u>1,911,295</u>
Investing activities:		
Additions to deferred program costs	(1,582,886)	(1,610,453)
Additions to fixed assets	(678,451)	(899,688)
Capital grant from the Province of Alberta	1,220,000	850,000
Increase in capital grant receivable	(720,000)	—
Proceeds on sale of fixed assets	37,371	8,750
Decrease in long-term payables	—	(37,000)
Cash applied to investing activities	<u>(1,723,966)</u>	<u>(1,688,391)</u>
Increase (decrease) in cash	<u>(81,975)</u>	<u>222,904</u>
Cash at beginning of year	519,024	296,120
Cash at end of year	<u>\$ 437,049</u>	<u>\$ 519,024</u>

THE ALBERTA EDUCATIONAL COMMUNICATIONS CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Educational Communications Corporation operates under the authority of the Alberta Educational Communications Corporation Act, Chapter A-18, Revised Statutes of Alberta 1980, as amended. The Corporation is registered as a charitable organization with Revenue Canada.

Note 2 Significant Accounting Policies

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that depreciation and amortization of fixed assets are charged against equity in fixed assets.

Fixed assets

Fixed assets are stated at cost less accumulated depreciation and amortization. An equivalent amount is reported as equity in fixed assets.

Depreciation is calculated using the straight-line method as follows:

	Years of Useful Life	Salvage Value as % of Cost
Buildings	30	—
Land improvements	7	—
Transmission equipment	10	5%
Studio and technical equipment	7	5%
Automotive	5	15%
Mobile equipment	7	5%
Furniture, fixtures and office equipment	7	5%

Leasehold improvements are amortized on the straight-line basis over the remaining term of the lease plus one renewal period.

Deferred program costs

Programs purchased from other agencies are recorded at cost less amortization calculated using diminishing annual rates as a percentage of cost over the period (to a maximum of four years) for which the right to use the program has been acquired.

Long-term licenses

The long-term licenses are recorded at cost less accumulated amortization. Amortization is calculated using the straight-line method over a term of twenty years for the broadcast license and five years for computer software licenses.

Inventories

Inventories consist of video and audio tapes and disks and are recorded at the lower of cost and net realizable value.

Program productions

All direct costs of programs developed and produced by the Corporation are charged against operations in the year incurred as significant cost recoveries are not normally expected from these programs after the initial year of production and broadcasting.

Membership contributions

Membership contributions are recorded on a cash basis.

Note 3 Deferred Program Costs

	1990	1989
Cost	\$ 6,221,186	\$ 7,159,869
Accumulated amortization	(4,099,367)	(5,212,506)
Net book value	<u>\$ 2,121,819</u>	<u>\$ 1,947,363</u>

PROVINCIAL AGENCIES

Note 4 Fixed Assets

		1990		1989
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Buildings and land improvements	\$ 301,997	\$ 154,200	\$ 147,797	\$ 160,846
Transmission equipment	2,740,636	1,794,137	946,499	996,637
Studio and technical equipment	9,140,934	7,361,366	1,779,568	2,015,967
Automotive and mobile equipment	559,108	449,321	109,787	80,543
Furniture, fixtures and office equipment	2,015,148	1,217,238	797,910	837,985
Leasehold improvements	1,929,612	1,465,575	464,037	541,015
	<u>\$16,687,435</u>	<u>\$12,441,837</u>	<u>\$4,245,598</u>	<u>\$4,632,993</u>

Note 5 Long-term Licenses

		1990		1989
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer software licenses	\$125,864	\$ 74,718	\$51,146	\$ 76,318
Broadcast license	90,000	48,000	42,000	46,500
	<u>\$215,864</u>	<u>\$122,718</u>	<u>\$93,146</u>	<u>\$122,818</u>

Note 6 Revenue from Program Sales, Video and Audio Dubbing

This consists of:

	1990	1989
a) Educational television and radio programs sold to organizations resident primarily outside Alberta	\$453,507	\$230,451
b) Dubbing of programs requested by various educational institutions primarily within Alberta	188,039	184,298
c) Other dubbing services and sale of computer diskettes, print materials, multi-media kits and program brochures	353,672	342,164
	<u>\$995,218</u>	<u>\$756,913</u>

Note 7 Net Change in Non-cash Working Capital Balances Relating to Operations

	1990	1989
Accounts receivable	\$ 23,906	\$(127,735)
Inventories	(5,966)	15,310
Prepaid expenses and deposits	(85,075)	(38,981)
Payables and accruals	(291,943)	393,665
Advances on co-productions	(111,740)	56,193
	<u>\$(470,818)</u>	<u>\$ 298,452</u>

Note 8 Investment

The Corporation is a member of a consortium formed to apply computer, telecommunications, broadcast and related technologies to create a more innovative and effective approach to distant education services. The consortium incorporated Canadian Distance Learning Development Centre Ltd. on April 17, 1988 and the Corporation acquired a 25% interest in this Centre at no cost. As no profits or losses of the Centre are expected to accrue to the Corporation, the investment has been accounted for on a cost basis which is nil at March 31, 1990. To date, the Corporation has not participated in any production activities with the Centre.

Subsequent to year-end, the Corporation withdrew as a shareholder in Canadian Distance Learning Development Centre Ltd.

Note 9 Commitments

The Corporation had the following commitments at the year-end:

a) Productions in Progress

The Corporation had a number of productions in progress at March 31, 1990. The costs for the completion of these productions in progress are estimated at \$850,000 (1989 \$1,100,000).

b) Realty and Equipment Leases

The Corporation is committed to rental payments under realty and equipment leases. Minimum annual rental payments during the next five fiscal years are as follows:

1991	\$1,140,000
1992	1,087,000
1993	970,000
1994	233,000
1995	1,600

c) Satellite Transmission Services

The Corporation is also committed to satellite transmission services during fiscal 1991 under an annually renewable lease of \$1,358,000 per year.

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 11 Approval of Financial Statements

These financial statements were reviewed by management and the Audit Committee and recommended for approval by the Board.

ALBERTA RESEARCH COUNCIL
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Equity
Notes to the Financial Statements
Schedule of Special Purpose Revenue, Expenditure and Equity

AUDITOR'S REPORT

To the Board of Directors of
the Alberta Research Council

I have examined the balance sheet of the Alberta Research Council as at March 31, 1990 and the statement of revenue, expenditure and equity for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Council as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 29, 1990

ALBERTA RESEARCH COUNCIL
BALANCE SHEET
AS AT MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash	\$ 3,345	\$ 8,024
Accounts receivable	6,231	4,134
Accrued income receivable	2,293	2,867
Prepaid expenses	304	350
Advances to joint research ventures	221	166
Current portion - deferred pension costs (Note 3)	73	73
	<u>12,467</u>	<u>15,614</u>
Non-current:		
Deferred pension costs (Note 3)	219	291
Investment in limited partnership (Note 4)	200	200
	<u>419</u>	<u>491</u>
Fixed:		
Equipment (Note 5)	<u>55,919</u>	<u>52,351</u>
	<u>68,805</u>	<u>68,456</u>
Trust Fund:		
Cash	194	144
	<u>\$68,999</u>	<u>\$68,600</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ 3,597	\$ 3,130
Unearned contract revenue	998	1,709
Promissory note payable	—	200
	<u>4,595</u>	<u>5,039</u>
Equity:		
Fixed assets (Note 6)	55,919	52,351
Operating	4,551	4,384
Special purpose, Schedule 1	3,740	6,682
	<u>64,210</u>	<u>63,417</u>
	<u>68,805</u>	<u>68,456</u>
Trust Fund:		
Liability	194	144
	<u>\$68,999</u>	<u>\$68,600</u>

The accompanying notes are part
of these financial statements.

ALBERTA RESEARCH COUNCIL
STATEMENT OF REVENUE, EXPENDITURE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>Operating</u>	Special Purpose (Schedule 1)	Total <u>1990</u> <u>1989</u>
REVENUE			
Grants from Province of Alberta:			
General Revenue Fund	\$21,350	\$ 3,100	\$24,450 \$23,500
Contract revenue:			
Provincial government departments and agencies	10,003	—	10,003 9,854
Other	13,199	—	13,199 11,566
	<u>44,552</u>	<u>3,100</u>	<u>47,652</u> <u>44,920</u>
EXPENDITURE			
Salaries, wages and benefits	29,221	236	29,457 25,651
Supplies and services	12,083	770	12,853 12,265
Fixed assets	3,606	1,241	4,847 5,196
Joint research ventures	—	3,270	3,270 1,875
	<u>44,910</u>	<u>5,517</u>	<u>50,427</u> <u>44,987</u>
Net expenditure for year	(358)	(2,417)	(2,775) (67)
Transfer to operating equity	525	(525)	— —
	<u>167</u>	<u>(2,942)</u>	<u>(2,775)</u> <u>(67)</u>
Equity at beginning of year	4,384	6,682	11,066 11,133
Equity at end of year	<u>\$ 4,551</u>	<u>\$ 3,740</u>	<u>\$ 8,291</u> <u>\$11,066</u>

ALBERTA RESEARCH COUNCIL
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Alberta Research Council operates under the authority of the Alberta Research Council Act, Chapter A-35.1, Statutes of Alberta 1981.

Note 2 Summary of Significant Accounting Policies and Reporting Practices

(a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets are charged to operations in the year of acquisition. Notwithstanding the above, fixed assets are shown on the balance sheet at original cost, or at estimated cost, with the offsetting credit to fixed assets equity.

(b) Advances to Joint Research Ventures

Advances to joint research ventures are recorded as assets of the Council. The asset is reduced and a corresponding charge is made to expenditure for the Council's share of joint research venture expenses.

(c) Patents

Expenditures for patents owned by the Council as a result of research activity are not capitalized due to the uncertain value of benefits which may accrue to the Council.

(d) Contract Revenue Recognition

Contract revenue is recognized as costs are incurred, up to the contract maximum and in accordance with contracted cost-sharing ratios. The Council makes full provision for all known or estimated losses on uncompleted contracts as soon as they can reasonably be estimated.

(e) Investment

The Council is a minority shareholder in International Permeation Inc. The equity allocated to the Council was based on the technological "know how" acquired by International Permeation Inc. from a former company to which the Council provided research and technological expertise and was the majority shareholder.

The Council's equity in the company is not reflected in these financial statements due to the uncertain value of benefits which may accrue to the Council.

(f) Special Purpose Equity

Special purpose equity is to be used only for future expenditures related to those activities listed on Schedule 1.

(g) Trust Liability

Trust funds are contributions received from other government departments under research agency agreements which require the Council to administer the contributions and provide accounting services.

(h) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Deferred Pension Costs

Total past service pension costs for employees joining the management pension plan prior to April 1, 1988 are being amortized on a straight-line basis over six years.

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$291,386	\$344,427
Net additions	—	19,805
	<u>291,386</u>	<u>364,232</u>
Less: Current portion	72,846	72,846
Balance at end of year	<u>\$218,540</u>	<u>\$291,386</u>

Amortization of deferred past service costs amounted to \$72,846. Past service costs in the amount of \$82,974 for new members of the management plan in 1990 have been expensed in the year.

Note 4 Investment in Limited Partnership

The Council has purchased one limited partnership unit comprising 10% in Spurt Investment Fund I, a venture capital fund designed solely to make equity investments in seed and early stage technology enterprises. The investment is recorded under the cost basis of accounting.

	1990	1989
Original cost	\$300,000	\$300,000
Less: Amount written off	100,000	100,000
Book value	<u>\$200,000</u>	<u>\$200,000</u>

Note 5 Fixed Assets

Fixed assets purchased subsequent to April 1, 1981 are valued at cost. Those purchased prior to April 1, 1981 by the Council are at estimated cost.

Included in fixed assets are certain fixed assets purchased as a result of research contracts which specify that the Council does not receive title to the fixed assets purchased until completion of the contract or at the discretion of the sponsor.

Fixed assets comprise:

	1990	1989
Owned by the Council	\$52,733,499	\$49,721,063
Held by the Council on behalf of other government agencies and third parties	2,868,153	2,312,810
Owned by the Council and held by joint venture parties	317,547	316,834
	<u>\$55,919,199</u>	<u>\$52,350,707</u>

Note 6 Fixed Assets Equity

	1990	1989
Balance at beginning of year	\$52,350,707	\$47,348,991
Add: Additions at cost	5,001,374	4,504,542
Reduction of obligation under capital lease	—	1,093,027
	57,352,081	52,946,560
Less: Disposals at cost	1,432,882	595,853
Balance at end of year	<u>\$55,919,199</u>	<u>\$52,350,707</u>

Note 7 Contingent Liabilities

Statements of claim have been filed against the Council for approximately \$500,000 by a former employee for wrongful dismissal. The outcome of this proceeding is not determinable at this time. Accordingly, the Council has not provided for this claim in the financial statements.

Note 8 Obligations Under Operating Leases

Year ending March 31, 1991	\$333,632
1992	230,644
1993	145,314
1994	138,900
1995	107,804
	<u>\$956,294</u>

Note 9 Unreflected Activities

(a) Occupancy and Office Furniture Expenditure

The premises occupied by the Council and some office furniture have been provided by the Province of Alberta at no cost.

(b) Interest Revenue

Interest earned on the Council's Canadian dollar bank account is retained by the Province of Alberta.

Note 10 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 11 Approval of Financial Statements

These financial statements were reviewed by management and recommended to the Board for approval.

ALBERTA RESEARCH COUNCIL
SCHEDULE OF SPECIAL PURPOSE REVENUE, EXPENDITURE AND EQUITY
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	Electronics Test Centre	Joint Research Ventures Program	Mill Woods/ Devon Fitting Up	Electronics Industry Information Centre	Bio- technology Toll Facility	Total	
						1990	1989
REVENUE							
Grants from Province of Alberta:							
General Revenue Fund	\$ —	\$3,100	\$ —	\$ —	\$ —	\$ 3,100	\$4,383
Contract revenue	—	—	—	—	—	—	525
	—	3,100	—	—	—	3,100	4,908
EXPENDITURE							
Salaries, wages and benefits	—	223	13	—	—	236	1,064
Supplies and services	—	—	39	—	731	770	1,685
Fixed assets	—	15	218	—	1,008	1,241	923
Joint research ventures	—	3,270	—	—	—	3,270	1,875
	—	3,508	270	—	1,739	5,517	5,547
Net expenditure for year	—	(408)	(270)	—	(1,739)	(2,417)	(639)
Transfer to operating equity	(291)	—	—	(234)	—	(525)	(72)
	(291)	(408)	(270)	(234)	(1,739)	(2,942)	(711)
Balance at beginning of year	291	2,500	550	234	3,107	6,682	7,393
Balance at end of year	\$ —	\$2,092	\$ 280	\$ —	\$ 1,368	\$ 3,740	\$6,682

TOURISM EDUCATION FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Operating Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Minister of Tourism

I have examined the balance sheet of the Tourism Education Fund as at March 31, 1990 and the statement of revenue, expenditure and operating surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding period.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 29, 1990

TOURISM EDUCATION FUND
BALANCE SHEET
AS AT MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Current:		
Cash (Note 3)	\$ 47,038	\$35,902
Interest receivable	1,371	642
Accounts receivable	<u>85,000</u>	<u>—</u>
	<u>133,409</u>	<u>36,544</u>
Fixed:		
Audio visual tapes	49,157	46,003
Less: Accumulated depreciation	<u>18,517</u>	<u>5,245</u>
	<u>30,640</u>	<u>40,758</u>
	<u>\$164,049</u>	<u>\$77,302</u>
LIABILITIES AND EQUITY		
Current:		
Accounts payable	\$ —	\$19,779
Due to the Province of Alberta	<u>—</u>	<u>221</u>
	<u>—</u>	<u>20,000</u>
Equity:		
Equity in fixed assets (Note 4)	30,640	40,758
Operating surplus	<u>133,409</u>	<u>16,544</u>
	<u>164,049</u>	<u>57,302</u>
	<u>\$164,049</u>	<u>\$77,302</u>

The accompanying notes are part
of these financial statements.

TOURISM EDUCATION FUND
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u> (Note 7)
REVENUE		
Fees for standards development	\$ 85,000	\$ —
Contributions from industry (Note 5)	23,553	35,700
Membership fees	7,425	1,790
Interest	4,247	708
Grant from the Province of Alberta,		
Department of Tourism	—	19,779
Registration fees	—	4,150
Miscellaneous	<u>690</u>	<u>420</u>
	<u>120,915</u>	<u>62,547</u>
EXPENDITURE		
Acquisitions of fixed assets	3,154	46,003
Purchase of tapes	488	—
Supplies	<u>408</u>	<u>—</u>
	<u>4,050</u>	<u>46,003</u>
Excess of revenue over expenditure for the year	<u>116,865</u>	<u>16,544</u>
Operating surplus at beginning of year	<u>16,544</u>	<u>—</u>
Operating surplus at end of year	<u>\$133,409</u>	<u>\$16,544</u>

TOURISM EDUCATION FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Tourism Education Fund operates under the authority of section 5 of the Tourism Education Council Act, Chapter T-6.3, Statutes of Alberta 1988. Sections 5(1)(b) and (c) give the Tourism Education Council authority to charge for certain services and to receive donations. The act requires that these be deposited into the Tourism Education Fund. The Minister of Tourism may pay money from the Fund to defray the costs of the Council under section 5(4).

As at March 31, 1990, Section 5(1)(a) of the Act required money voted by the Legislature for the purpose of the Council to be deposited into the Fund. On July 5, 1990, this section was amended to require money voted by the Legislature for the purpose of the Fund to be deposited into the Fund. For 1989-90 the Legislature voted \$300,000 for Tourism Education Council operations, and a further \$1,173,370 for other Council related expenditures. Expenditures from these votes are not reflected in these financial statements but are recorded as Department of Tourism expenditures in the Province's General Revenue Fund.

Note 2 Significant Accounting Policies and Reporting Practices

General

These financial statements have been prepared in accordance with generally accepted accounting principles except that fixed assets are charged to operations in the year of acquisition. Notwithstanding this policy, however, the balance sheet also shows, for information purposes, the cumulative cost of fixed assets owned with a corresponding credit shown as equity in fixed assets, net of accumulated depreciation.

Fixed Assets

Fixed assets purchased are recorded at cost. Fixed assets contributed are recorded at the contributors' net book value at the dates of contribution. Fixed assets contributed are reflected in the statement of revenue, expenditure and operating surplus as contributions from industry and as acquisitions of fixed assets.

Audio visual tapes have an estimated useful life of eight years. Depreciation is calculated at 35% during the first year and on a straight-line basis over the next seven years. Depreciation is charged to equity in fixed assets.

Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cash

Cash consists of deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta. Interest is earned on the daily cash balance in the Fund at the average rate of interest earnings of the Fund.

Note 4 Equity in Fixed Assets

	<u>1990</u>	<u>1989</u>
Balance at beginning of year	\$40,758	\$ —
Add: Acquisition of fixed assets:		
Purchased	3,154	19,779
Contributed by industry	—	26,224
	<u>43,912</u>	<u>46,003</u>
Less: Depreciation for the year	13,272	5,245
	<u><u>\$30,640</u></u>	<u><u>\$40,758</u></u>

Note 5 Contributions from Industry

Contributions from the tourism and hospitality industry represent donations to support the activities of the Alberta Tourism Education Council.

Note 6 Administration Costs

Salaries, accommodation, office furnishings and other administrative costs incurred in the administration of the Alberta Tourism Education Council have been borne by the General Revenue Fund and are not reflected in these financial statements.

Note 7 Comparative Figures

Comparative figures for 1989 reflect transactions of the Fund for the period from May 27, 1988 to March 31, 1989.

Note 8 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA RESOURCES RAILWAY CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Net Long-term Debt
Schedule of Sinking Fund Assets

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Resources Railway Corporation

I have examined the balance sheet of the Alberta Resources Railway Corporation as at December 31, 1989 and the statements of operations and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances, except as explained in the following paragraph.

Under the terms of an Agreement between Canadian National Railway and the Corporation, Canadian National Railway is required to pay a tonnage rental to the Corporation based on the amount of revenue freight carried over the Corporation's railway. The Corporation relies on the reports by Canadian National Railway as to the nature and amount of revenue freight to determine the tonnage rentals payable under the Agreement and has been satisfied that there is no useful and economical means available to check the accuracy of such reports. Therefore, my verification of tonnage rental revenue of \$4,306,012 was limited to the amounts reported to the Corporation. Accordingly, I am unable to determine whether any adjustments to tonnage rental revenue, operating loss, assets and liabilities are required.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself with respect to tonnage rental revenue as referred to in the preceding paragraph, these financial statements present fairly the financial position of the Corporation as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 12, 1990

ALBERTA RESOURCES RAILWAY CORPORATION
BALANCE SHEET
DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Cash	\$ 5,688,082	\$10,729,902
Accounts receivable	329,679	346,540
Due from the Province of Alberta	—	61,328
Railway (Note 3)	<u>17,625,364</u>	<u>25,581,961</u>
	<u>\$23,643,125</u>	<u>\$36,719,731</u>
LIABILITIES		
Accounts payable	\$ 1,851,310	\$ 6,909,897
Accrued interest payable	2,514,108	2,514,108
Deferred grant revenue	1,044,282	1,713,765
Due to the Province of Alberta	608,061	—
Net long-term debt (Note 4) (Schedule 1)	<u>17,625,364</u>	<u>25,581,961</u>
	<u>\$23,643,125</u>	<u>\$36,719,731</u>

The accompanying notes are part
of these financial statements.

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Revenue:		
Railway construction grants (Note 6)	\$ 4,082,910	\$25,331,538
Tonnage rental	4,306,012	4,240,370
Interest	169,051	166,532
Leases	40,937	40,998
Miscellaneous	<u>14,870</u>	<u>14,403</u>
	<u>8,613,780</u>	<u>29,793,841</u>
Expenditure:		
Write down of railway	12,039,507	32,751,874
Interest on long-term debt	7,599,430	7,389,006
Miscellaneous	<u>157,034</u>	<u>114,402</u>
	<u>19,795,971</u>	<u>40,255,282</u>
Operating loss	11,182,191	10,461,441
Sinking fund earnings	<u>6,387,794</u>	<u>5,851,532</u>
Excess of operating loss over sinking fund earnings	4,794,397	4,609,909
Less: Contribution by the Province of Alberta (Note 7)	<u>4,794,397</u>	<u>4,609,909</u>
Net income for the year	<u>\$ —</u>	<u>\$ —</u>

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Operating transactions:		
Operating loss	\$(11,182,191)	\$(10,461,441)
Non-cash item:		
Write down of railway	12,039,507	32,751,874
Decrease (increase) in receivables	16,861	(50,784)
Increase (decrease) in advances payable to the Province of Alberta, net	669,389	(351,618)
Increase (decrease) in payables	(5,058,587)	6,062,041
Increase (decrease) in deferred grant revenue	(669,483)	1,713,765
Sinking fund earnings	6,387,794	5,851,532
Contribution by the Province	4,794,397	4,609,909
Cash provided by operating transactions	<u>6,997,687</u>	<u>40,125,278</u>
Investing transactions:		
Additions to railway	(4,082,910)	(25,331,538)
Increase in sinking fund assets	(7,956,597)	(7,420,336)
Cash applied to investing transactions	<u>(12,039,507)</u>	<u>(32,751,874)</u>
Increase (decrease) in cash	(5,041,820)	7,373,404
Cash at beginning of year	10,729,902	3,356,498
Cash at end of year	<u>\$ 5,688,082</u>	<u>\$ 10,729,902</u>

ALBERTA RESOURCES RAILWAY CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Alberta Resources Railway Corporation operates under the authority of the Alberta Resources Railway Corporation Act, Chapter A-36, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

These financial statements have been prepared in accordance with generally accepted accounting principles except as follows:

Railway

The railway asset is stated at cost less an amount written down, so that the net book value of the railway asset is equal to the amount of the outstanding long-term debt, net of the value of sinking fund assets. Railway additions which are funded by grants from the Province of Alberta are written down in the year of construction.

Net Long-term debt

Long-term debt is recorded net of sinking fund assets.

Debentures held by Canada Pension Plan Investment Fund, repayable at six months notice, and notes payable on demand have been classified as long-term. It is anticipated that in the event that the holders exercise their option during the ensuing year, the net long-term debt would be paid from sinking fund assets and the sinking fund assets would be reallocated.

Sinking fund investments

Sinking fund investments are valued at cost less unamortized realized net gains.

Realized gains and losses on disposals are considered to be an adjustment of future portfolio yield and are deferred and amortized on a straight-line basis over the lesser of ten years or the remaining term to maturity of the disposed investment.

Note 3 Railway

	<u>1989</u>	<u>1988</u>
Hinton-Grande Prairie railway	\$108,028,797	\$106,490,659
Peace River-Daishowa railway	<u>27,524,904</u>	<u>24,980,132</u>
Accumulated cost	135,553,701	131,470,791
Less accumulated write down	<u>117,928,337</u>	<u>105,888,830</u>
Net book value equal to value of net outstanding long-term debt	<u>\$ 17,625,364</u>	<u>\$ 25,581,961</u>

Accumulated cost comprises the cost of all land, railroad, buildings and improvements of a capital nature paid for by the Corporation.

The Hinton-Grande Prairie railway assets, except land not required for the operation of the railway, are leased to the Canadian National Railway Company (CNR) under the terms of an agreement dated October 1, 1965. The agreement requires the payment of a tonnage rental to the Corporation based on the amount of freight "carried to and from the railway." The lease was in effect until January 1, 1990, at which time it was renewed for a one-year term. On January 1, 1991, and in future years, the lease may be renewed for successive terms of one year. The agreement also provided CNR with an option to purchase the leased assets at approximately \$170 million on December 31, 1989 (1988 \$167 million).

Peace River-Daishowa Railway

On March 3, 1988 the Lieutenant Governor in Council authorized the Corporation to construct a railway from Peace River to the Daishowa Canada Co. Ltd. pulpmill plant and to accept a grant from the Department of Economic Development and Trade to cover the estimated cost of the construction of the railway.

The Corporation received grants totalling \$27,000,000 and earned interest of \$1,569,186 on those funds. The Corporation expended \$27,524,904 on construction of the Peace River-Daishowa railway. At December 31, 1989, the Corporation held \$1,044,282 in unexpended funds. These funds are recorded as deferred grant revenue since the Corporation is considered to be holding the funds in trust for the Department of Economic Development and Trade until the funds are expended. Railway construction was substantially completed in July 1989.

Note 4 Net Long-term Debt

The long-term debt not held by the Provincial Treasurer is fully guaranteed by the Province of Alberta.

Debentures amounting to \$25,000,000 held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

Note 5 Sinking Fund Commitments

Sinking fund contributions required by the terms of debt instruments during each of the next five years are as follows:

1990	\$ 733,333
1991	500,000
1992	270,833
1993	—
1994	—
	<u>\$1,504,166</u>

The Corporation has elected to make contributions of 2% of gross debt outstanding at the year-end as required by a Board of Directors' resolution. These contributions are in excess of the above required amounts.

Note 6 Railway Construction Grants

The Province of Alberta issued railway construction grants to the Corporation as follows:

	<u>1989</u>	<u>1988</u>
Department of Economic Development and Trade	\$2,544,772	\$24,980,132
Department of Transportation and Utilities	<u>1,538,138</u>	<u>351,406</u>
	<u>\$4,082,910</u>	<u>\$25,331,538</u>

Note 7 Contribution by the Province of Alberta

The contribution of \$4,794,397 (1988 \$4,609,909) has been made out of a supply vote of the Department of Transportation and Utilities. Grants issued by the Department are recorded by the Corporation as Railway construction grants (Note 6).

Note 8 Administration Costs

Salaries of Treasury Department staff, accommodation and other overhead costs incurred in the administration of the Corporation have been borne by the Province of Alberta and are not reflected in these financial statements.

Note 9 Contingencies

Retroactive to January 1, 1987, the Corporation is claiming an increase in the tonnage rental rate for transporting grain.

In 1988, the Corporation and the Canadian National Railway Company referred the claim to arbitration. It is expected that settlement of the claim will occur in 1990.

The amount of the contingent gain cannot be estimated at this time. Any future adjustment of the 1987, 1988 and 1989 rates will be accounted for as a prior period adjustment.

Claims pending, in the approximate amount of \$1 million, have been filed against the Corporation in respect of work performed by a contractor on the Peace River-Daishowa railway. The outcome of these legal proceedings cannot be estimated at this time.

Note 10 Comparative Figures

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

Note 11 Approval of Financial Statements

These financial statements have been approved by management.

Schedule 1

ALBERTA RESOURCES RAILWAY CORPORATION
SCHEDULE OF NET LONG-TERM DEBT
DECEMBER 31, 1989

<u>Held By</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Principal Outstanding</u>	<u>Sinking Fund Assets (Schedule 2)</u>	<u>Net Long-term Debt</u>
Debtentures:						
Canada Pension Plan Investment Fund						
	Oct. 1, 1973	Oct. 1, 1993	7.61%	\$ 5,484,000	\$ 4,471,612	\$ 1,012,388
	Nov. 1, 1973	Nov. 1, 1993	7.58%	5,877,000	4,792,061	1,084,939
	Dec. 3, 1973	Dec. 3, 1993	7.50%	5,170,000	4,215,579	954,421
	Jan. 2, 1974	Jan. 2, 1994	7.47%	2,775,000	2,262,714	512,286
	Feb. 1, 1974	Feb. 1, 1994	7.53%	5,694,000	4,642,844	1,051,156
				<u>25,000,000</u>	<u>20,384,810</u>	<u>4,615,190</u>
Alberta Municipal Financing Corporation						
	Jul. 31, 1980	Jul. 31, 1990	11.73%	20,000,000	16,307,847	3,692,153
	Jul. 15, 1977	Jul. 15, 1992	9.00%	25,000,000	20,384,810	4,615,190
				<u>45,000,000</u>	<u>36,692,657</u>	<u>8,307,343</u>
Notes:						
Provincial Treasurer						
	Various	Demand	Prime	8,440,172	3,737,341	4,702,831
Total 1989				<u>\$78,440,172</u>	<u>\$60,814,808</u>	<u>\$17,625,364</u>
Total 1988				<u>\$78,440,172</u>	<u>\$52,858,211</u>	<u>\$25,581,961</u>

Schedule 2

ALBERTA RESOURCES RAILWAY CORPORATION
SCHEDULE OF SINKING FUND ASSETS
DECEMBER 31, 1989

Investments	
At cost	
Bonds	
Government of Canada	\$20,866,281
Provincial (Note A)	2,516,278
Corporate	1,125,000
	<u>24,507,559</u>
Bond coupons and residuals	
Government of Canada	29,625,312
Mid-term money market securities	3,884,874
	<u>58,017,745</u>
Less unamortized realized net gains	<u>(1,411,842)</u>
	56,605,903
Cash	3,301,891
Accrued interest receivable	907,014
Total 1989	<u>\$60,814,808</u>
Total 1988	<u>\$52,858,211</u>
Note A	There are no bonds of the Province of Alberta.
B	The market value of the total sinking fund assets at December 31, was \$61,450,986 (1988 \$53,801,831).

ALBERTA MUNICIPAL FINANCING CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Revenue, Expenditure and Retained Earnings
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Debenture Debt
Schedule of Sinking Fund Assets

AUDITOR'S REPORT

To the Shareholders of the
Alberta Municipal Financing Corporation

I have examined the balance sheet of the Alberta Municipal Financing Corporation as at December 31, 1989 and the statements of revenue, expenditure and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 13, 1990

ALBERTA MUNICIPAL FINANCING CORPORATION
BALANCE SHEET
AS AT DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
ASSETS		
Cash	\$ 14,684	\$ 69,704
Accrued interest receivable	216,980	212,975
Loans to municipal authorities (Note 3)	<u>5,216,722</u>	<u>5,048,465</u>
	<u>\$5,448,386</u>	<u>\$ 5,331,144</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Liabilities:		
Accrued interest payable	\$ 114,250	\$ 117,523
Debenture debt (Notes 4 and 5 and Schedule 1)	5,609,703	5,653,966
Less: Sinking fund assets (Note 6 and Schedule 2)	<u>(995,085)</u>	<u>(1,096,263)</u>
Net debenture debt	<u>4,614,618</u>	<u>4,557,703</u>
	<u>4,728,868</u>	<u>4,675,226</u>
Shareholders' equity:		
Share capital: (Note 7)		
Authorized: 7,500 common shares, par value \$10 per share		
Issued and fully paid:		
1989 6,478 shares (1988 6,477 shares)	65	65
Retained earnings	<u>719,453</u>	<u>655,853</u>
	<u>719,518</u>	<u>655,918</u>
	<u>\$5,448,386</u>	<u>\$5,331,144</u>

A.F. Collins
President & Chairman of the Board

R.L. Ardiel
Vice-President

The accompanying notes are part
of these financial statements.

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Revenue:		
Interest on loans	\$585,647	\$575,670
Investment income on sinking fund assets	117,947	107,829
Interest on deposits	8,239	6,834
Fees on loan prepayments	140	342
Exchange gains on debenture debt	84	25
Gains on redemption of debenture debt	—	68
	<u>712,057</u>	<u>690,768</u>
Expenditure:		
Interest on debentures	647,041	638,516
Amortization of debenture discount	968	1,151
Administration and office expense	283	296
Interest on short-term notes	94	52
Debt service charges	59	51
Directors' and officers' fees and expenses	12	14
	<u>648,457</u>	<u>640,080</u>
Excess of revenue over expenditure for the year	63,600	50,688
Retained earnings, beginning of year	655,853	605,165
Retained earnings, end of year	<u>\$719,453</u>	<u>\$655,853</u>

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Operating transactions:		
Excess of revenue over expenditure for the year	\$ 63,600	\$ 50,688
Add (deduct) non-cash items:		
Amortization of gains, losses and discounts related to debt	977	1,110
Amortization of premiums and discounts related to sinking fund investments	(37,357)	(23,133)
(Increase) decrease in accrued interest, net	(7,278)	10,056
Cash provided by operating transactions	<u>19,942</u>	<u>38,721</u>
Investing transactions:		
New loans	(424,985)	(314,033)
Loan repayments	256,728	255,262
Cash applied to investing transactions	<u>(168,257)</u>	<u>(58,771)</u>
Financing transactions:		
Debt issues:		
Canada Pension Plan Investment Fund	278,470	311,347
Short-term note payable to the Provincial Treasurer	19,906	—
Debt retirement:		
Redemption of debentures	(323,616)	(221,862)
Redemption of short-term note payable to the Provincial Treasurer	(20,000)	(15,000)
Liquidation of sinking fund assets, net	138,535	11,429
Sale of shares	—	1
Cash provided by financing transactions	<u>93,295</u>	<u>85,915</u>
Increase (decrease) in cash	(55,020)	65,865
Cash at beginning of year	69,704	3,839
Cash at end of year	<u>\$ 14,684</u>	<u>\$ 69,704</u>

ALBERTA MUNICIPAL FINANCING CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Alberta Municipal Financing Corporation operates under the authority of the Alberta Municipal Financing Corporation Act, Chapter A-33, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

Sinking Fund Investments

Sinking fund investments are recorded at cost. The cost includes the amount of applicable amortization of discount or premium using the straight-line method over the life of the investments.

Realized gains and losses on disposals of sinking fund investments are included in the determination of investment income. The cost of disposals is determined on the average cost basis.

Where there has been a loss in value of an investment that is other than a temporary decline, the investment is written down to recognize the loss. The written down value is deemed to be the new cost.

Investment income on sinking fund investments accrues to the sinking fund.

Foreign Exchange

Cash and accrued interest denominated in foreign currency are translated at the rate of exchange in effect at the balance sheet date.

Gains and losses arising from the translation of foreign currency denominated items are included in the determination of net income.

Debenture Discount

Debenture discount, including underwriting commission, arising on the issue of debenture debt is deferred and amortized over the term of the debt. Public debenture issue expenses are charged against income as they arise.

Note 3 Loans to Municipal Authorities

Loans to municipal authorities amounting to \$264,213,000 are due in 1990.

Note 4 Debenture Debt

(a) The debenture debt of the Corporation is fully guaranteed by the Province of Alberta.

(b) Debentures amounting to \$4,344,004,000 held by the Canada Pension Plan Investment Fund are redeemable at the option of the Minister of Finance of Canada by giving six months notice in writing to the Provincial Treasurer and observing the other redemption provisions of the debentures.

(c) Debentures are recorded net of sinking fund assets and unamortized discounts.

Note 5 Commitments (thousands of dollars)

Sinking fund and debenture redemption requirements during each of the next five years are as follows:

	Sinking Fund	Debenture Redemption	Total
1990	\$ 7,875	\$ 80,406	\$ 88,281
1991	7,875	117,130	125,005
1992	7,875	89,599	97,474
1993	7,875	137,433	145,308
1994	7,875	98,318	106,193
	<u>\$39,375</u>	<u>\$522,886</u>	<u>\$562,261</u>

Note 6 Sinking Fund Assets

The Corporation's by-laws require sinking fund assets only for certain public debentures and certain other debentures maturing in 2000. Management has estimated that approximately \$312,680,000 of the assets are required at December 31, 1989 to meet the requirements of the by-laws. Sinking fund assets of \$682,405,000 in excess of the above requirements will be used to retire other debentures as they mature and will also be available for loans to municipal authorities.

During the year \$230,000,000 of excess sinking fund assets were used to repay debentures and make loans to municipal authorities.

Note 7 Share Capital

Particulars of share capital are summarized hereunder:

Class	Restricted to	Number of shares		Total Dollar Amount
		Authorized	Issued and Fully Paid	
A	Provincial Treasurer	4,500	4,500	\$45,000
B	Municipalities and hospitals	1,000	926	9,260
C	Cities	750	578	5,780
D	Towns and villages	750	315	3,150
E	Schools, universities and colleges	500	159	1,590
		<u>7,500</u>	<u>6,478</u>	<u>\$64,780</u>

3 Class B and 1 Class E shares were issued and 3 Class E shares were redeemed during the year at \$10 each.

Note 8 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

ALBERTA MUNICIPAL FINANCING CORPORATION
SCHEDULE OF DEBENTURE DEBT
AS AT DECEMBER 31, 1989
(thousands of dollars)

Date of Issue	Maturity Date	Interest Rate	Original Issue	Principal Outstanding
Province of Alberta				
Nov 1, 1979	Nov 1, 1999	11.70 %	\$ 70,000	\$ 70,000
Mar 3, 1980	Mar 3, 2000	13.45	35,000	35,000
Jul 2, 1980	Jul 3, 2000	11.75	30,000	30,000
Aug 15, 1980	Aug 15, 2000	13.20	35,000	35,000
Nov 17, 1980	Nov 17, 2000	13.75	75,000	75,000
Dec 1, 1980	Dec 1, 2000	13.65	50,000	50,000
Dec 17, 1979	Dec 15, 2000	11.85	70,000	70,000
Dec 15, 1980	Dec 15, 2000	13.60	155,000	155,000
Mar 2, 1981	Mar 2, 2001	14.10	30,000	30,000
Jun 15, 1981	Jun 15, 2001	16.25	85,000	85,000
Oct 1, 1980	Oct 1, 2001	13.66	75,000	75,000
Total				<u>710,000</u>
Canada Pension Plan Investment Fund (Note 4(b))				
Dec 1, 1970	Nov 2, 1990	8.06	78,282	78,282
Dec 1, 1971	Nov 1, 1991	7.18	92,130	92,130
Dec 15, 1972	Jun 1, 1992	7.13	54,599	54,599
Dec 15, 1973	Sep 4, 1993	7.44	85,433	85,433
Nov 15, 1974	Oct 1, 1994	8.34	98,318	98,318
Nov 14, 1975	Oct 1, 1995	8.79	137,694	137,694
Oct 15, 1976	Sep 1, 1996	9.06	140,685	140,685
Oct 14, 1977	Sep 1, 1997	9.06	163,457	163,457
Oct 16, 1978	Sep 1, 1998	9.31	176,645	176,645
Nov 15, 1979	Oct 1, 1999	10.04	219,206	219,206
Nov 14, 1980	Oct 1, 2000	12.35	222,367	222,367
Sep 15, 1981	Aug 1, 2001	14.18	216,739	216,739
Jun 1, 1982	Jun 1, 2002	15.75	274,735	274,735
Apr 5, 1983	Apr 5, 2003	13.82	209,284	209,284
Dec 1, 1983	Dec 1, 2003	11.50	231,739	231,739
Dec 3, 1984	Dec 3, 2004	13.25	338,491	338,491
Nov 1, 1985	Nov 1, 2005	11.66	283,604	283,604
Nov 3, 1986	Nov 3, 2006	9.85	395,396	395,396
Nov 2, 1987	Nov 2, 2007	9.66	335,383	335,383
Oct 3, 1988	Oct 3, 2008	10.04	259,294	259,294
Oct 2, 1989	Oct 2, 2009	9.99	291,414	291,414
Nov 1, 1989	Nov 1, 2009	9.62	32,457	32,457
Dec 1, 1989	Dec 1, 2009	9.26	6,652	6,652
Total				<u>4,344,004</u>
Public, payable in Canadian dollars				
Jun 1, 1970	Jun 1, 1990	8.625	28,000	2,124
Jun 15, 1966	Jun 15, 1991	5.75	25,000	25,000
May 15, 1967	May 15, 1992	6.00	35,000	35,000
Mar 15, 1968	Mar 15, 1993	7.25	52,000	52,000
Jan 18, 1983	Dec 15, 2002	12.25	450,000	450,000
Total				<u>564,124</u>
				5,618,128
Less: Unamortized debenture discount				8,425
Total debenture debt				<u>\$5,609,703</u>

ALBERTA MUNICIPAL FINANCING CORPORATION
SCHEDULE OF SINKING FUND ASSETS
AS AT DECEMBER 31, 1989
(thousands of dollars)

	<u>Par Value</u>	<u>Book Value</u>	<u>Market Value</u>
Investments:			
Bonds and debentures:			
Government of Canada, direct and guaranteed	\$359,728	\$ 375,420	\$ 389,648
Provincial, direct:			
- Alberta	12,527	12,538	12,222
- Other	19,285	19,296	18,894
Provincial, guaranteed:			
- Alberta Municipal Financing Corporation	36,055	34,456	33,061
- Other Alberta	68,585	69,144	67,392
- Other	68,275	67,112	65,656
Corporate	46,842	46,806	48,879
Municipal	9,287	9,196	9,447
Mid-term money market securities:			
Notes	40,750	40,205	40,214
Certificates of deposit	4,000	4,000	4,012
Guaranteed investment certificates	19,200	19,199	18,905
Bankers acceptance	1,300	1,311	1,311
Bond coupons and residuals:			
Government of Canada, direct		163,603	158,544
Provincial		14,734	14,835
		<u>877,020</u>	<u>883,020</u>
Short-term money market securities: (a)			
Treasury bills		68,413	68,413
Total		<u>945,433</u>	<u>951,433</u>
Other assets:			
Cash		30,338	30,338
Accrued interest receivable		19,314	19,314
Total		<u>49,652</u>	<u>49,652</u>
Total 1989		<u>\$ 995,085</u>	<u>\$1,001,085</u>
Total 1988		<u>\$1,096,263</u>	<u>\$1,086,289</u>

(a) Market value is deemed to be book value.

SECTION 7

1989-90 PUBLIC ACCOUNTS

COMMERCIAL ENTERPRISES - FINANCIAL STATEMENTS

Contents:	Page
Introduction	7.2
Agriculture:	
Alberta Terminals Canola Crushers Ltd.	7.3
Alberta Terminals Ltd.	7.9
Attorney General:	
The Alberta General Insurance Company	7.15
Economic Development and Trade:	
Alberta Intermodal Services Ltd.	7.18
Executive Council:	
The Workers' Compensation Board	7.23
Solicitor General:	
Alberta Liquor Control Board	7.32
Technology, Research and Telecommunications:	
The Alberta Government Telephones Commission	7.38
Treasury:	
Credit Union Deposit Guarantee Corporation	7.47
S C Financial Ltd.	7.54
S C Properties Ltd.	7.58
Treasury Branches Deposits Fund	7.63
391760 Alberta Ltd.	7.70

COMMERCIAL ENTERPRISES - FINANCIAL STATEMENTS

Introduction:

The Provincial corporations and enterprises included in this section operate on the basis of full cost supported by charges for goods or services with no subsidy from the General Revenue Fund.

Because the basis of accounting is significantly different from that used for the General Revenue Fund, and to adjust to the latter basis would result in the write-off of significant revenue earning assets, they are included in the consolidated financial statements on an equity basis whereby the Government's investment is adjusted for unremitted earnings and to reflect its share of capital transactions including loans to or from the enterprise.

ALBERTA TERMINALS CANOLA CRUSHERS LTD.
FINANCIAL STATEMENTS
JULY 31, 1989

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Shareholders of Alberta
Terminals Canola Crushers Ltd.

I have examined the balance sheet of Alberta Terminals Canola Crushers Ltd. as at July 31, 1989 and the statements of operations and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at July 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 22, 1989

ALBERTA TERMINALS CANOLA CRUSHERS LTD.

BALANCE SHEET

AS AT JULY 31, 1989

(thousands of dollars)

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Government of Canada guaranteed securities	\$ 2,625	\$ —
Brokers margin accounts	702	155
Accounts receivable	683	6,463
Deposits and prepaid expenses	190	446
Inventories (Note 3)	4,048	5,140
Due from parent company	295	—
	<u>8,543</u>	<u>12,204</u>
Fixed assets (Note 4)	7,766	8,093
Facility start-up costs (Note 5)	97	194
	<u>\$16,406</u>	<u>\$20,491</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current:		
Bank indebtedness (Note 6)	\$ 6,674	\$ 5,148
Accounts payable and accrued liabilities	503	530
Unpresented grain cheques	354	2,524
Accrued liability on grain deliveries	2,881	1,638
Due to parent company	—	2,533
Dividend payable	—	181
	<u>10,412</u>	<u>12,554</u>
Continuing operations and contingencies (Notes 10 and 12)		
Shareholders' equity:		
Share capital (Note 7)	15,650	11,600
Deficit	9,656	3,663
	<u>5,994</u>	<u>7,937</u>
	<u>\$16,406</u>	<u>\$20,491</u>

The accompanying notes are part
of these financial statements.

ALBERTA TERMINALS CANOLA CRUSHERS LTD.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED JULY 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Sales	\$38,479	\$44,789
Cost of sales:		
Seed purchases	37,052	39,914
Direct processing	1,791	3,156
Freight and handling in	1,212	1,523
Plant overhead	734	811
Depreciation and amortization	484	662
Grain management	564	574
Freight and handling out	335	367
	<u>42,172</u>	<u>47,007</u>
Gross operating loss	<u>3,693</u>	<u>2,218</u>
Other expenses (income):		
Administration	1,534	1,047
Marketing	280	472
Interest expense	820	412
Interest income	(153)	(28)
	<u>2,481</u>	<u>1,903</u>
Loss before extraordinary items	6,174	4,121
Extraordinary items (Note 8)	—	639
Loss for the year (Note 7)	6,174	3,482
Deficit at beginning of year	<u>3,663</u>	<u>—</u>
	9,837	3,482
Dividend (Note 7)	(181)	181
Deficit at end of year	<u>\$ 9,656</u>	<u>\$ 3,663</u>

ALBERTA TERMINALS CANOLA CRUSHERS LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JULY 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Cash provided by (used in) operations:		
Loss before extraordinary items	\$(6,174)	\$ (4,121)
Add items not affecting cash:		
Depreciation and amortization	484	662
	<u>(5,690)</u>	<u>(3,459)</u>
Net change in non-cash balances relating to operations	5,627	(7,512)
	<u>(63)</u>	<u>(10,971)</u>
Extraordinary items	—	639
Cash used in operations	<u>(63)</u>	<u>(10,332)</u>
Cash used in investing activities:		
Purchase of government of Canada guaranteed securities	(2,625)	—
Purchase of fixed assets	(60)	(8,658)
Start-up costs	—	(291)
Cash used in investing activities	<u>(2,685)</u>	<u>(8,949)</u>
Cash provided by (used in) financing activities:		
Issue of share capital	4,050	11,600
Advances from (to) parent company	(2,828)	2,533
Cash provided by financing activities	<u>1,222</u>	<u>14,133</u>
Increase in bank indebtedness during the year	(1,526)	(5,148)
Bank indebtedness at beginning of year	(5,148)	—
Bank indebtedness at end of year	<u>\$(6,674)</u>	<u>\$ (5,148)</u>

ALBERTA TERMINALS CANOLA CRUSHERS LTD.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JULY 31, 1989

Note 1 Authority

The Company was incorporated on April 27, 1987 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981, and commenced operations on August 1, 1987.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Basis of reporting

These financial statements have been prepared on the basis of accounting principles applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities in other than the normal course of business and at amounts different from those in the accompanying financial statements (see Note 12).

(b) Government of Canada guaranteed securities

Government of Canada guaranteed securities are recorded at lower of cost and net realizable value.

(c) Inventories

Seed, meal and oil inventories are recorded on the basis of closing market quotations. All other inventory is valued at lower of cost and net realizable value.

(d) Fixed assets and depreciation

Fixed assets are recorded at cost less accumulated depreciation. Depreciation is provided over the estimated useful lives of the depreciable assets on a straight-line basis using the following annual rates:

Plant and buildings	5%
Gathering system	5%
Machinery and equipment	10%
Furniture and fixtures	12.5%
Automotive equipment	25%

During periods when the production facilities are not operating, depreciation is adjusted accordingly.

(e) Facility start-up costs

Facility start-up costs are recorded at cost less accumulated amortization. Amortization is provided for on a straight-line basis over three years.

(f) Revenue recognition - future transactions

The Company generally follows the policy of hedging its inventories to minimize risk from market fluctuations. Accordingly, gains or losses on hedging activities are taken into income as incurred.

(g) Foreign currency

The Company translates all assets and liabilities held in foreign currency to Canadian funds at the year-end rates of exchange. Exchange gains and losses from such translation practices have been included in operations. Any exchange gains and losses on non-current assets and liabilities are deferred and amortized over the period to which they relate.

Note 3 Inventories

	1989	1988
	(thousands of dollars)	
Seed	\$3,782	\$ 477
Meal	161	2,201
Oil	49	2,405
Other materials	56	57
	<u>\$4,048</u>	<u>\$5,140</u>

Note 4 Fixed Assets

	1989			1988
	Cost	Accumulated Depreciation	Net	Net
		(thousands of dollars)		
Land	\$ 100	\$ —	\$ 100	\$ 100
Plant and buildings	5,669	567	5,102	5,385
Gathering system	156	16	140	149
Machinery and equipment	2,708	344	2,364	2,409
Furniture and fixtures	37	8	29	28
Automotive equipment	47	16	31	22
	<u>\$8,717</u>	<u>\$951</u>	<u>\$7,766</u>	<u>\$8,093</u>

The plant was in operation for approximately four months of the year. Consequently, depreciation has been adjusted by \$191,000.

Note 5 Facility Start-up Costs

	1989	1988
	(thousands of dollars)	
Start-up costs	\$ 291	\$ 291
Less: Amortization	194	97
	<u>\$ 97</u>	<u>\$ 194</u>

Note 6 Bank Indebtedness

	1989	1988
	(thousands of dollars)	
Demand bank loan	\$5,200	\$4,860
Bank overdraft	1,474	288
	<u>\$6,674</u>	<u>\$5,148</u>

The bank loan bears interest at prime and is secured by a general assignment of accounts receivable, inventories, a \$25,000,000 fixed and floating charge debenture on all the assets, an assignment of fire insurance, and a guarantee from the Province of Alberta.

Note 7 Share Capital

		1989	1988
Authorized	- 8,600,000 class A non-cumulative, non-voting, redeemable preferred shares.		
	- unlimited class B cumulative, voting, redeemable preferred shares.		
	- unlimited common voting shares of no par value.		
Issued	- 8,600,000 class A preferred shares	\$ 8,600,000	\$ 8,600,000
	- 7,050,000 class B preferred shares	7,050,000	3,000,000
	- 100 common shares	100	100
		<u>\$15,650,100</u>	<u>\$11,600,100</u>
	Rounded to	<u>\$15,650,000</u>	<u>\$11,600,000</u>

Dividends on class B preferred shares are cumulative at a rate of the greater of 4% and prime less 3%. On July 31, 1989, dividends in arrears on these shares amounted to \$649,000. Dividends accrued in prior years were reversed in the current year.

During the year, the Company issued 4,050,000 class B preferred shares for cash at \$1 per share.

In accordance with an agreement dated August 19, 1987, the Alberta Agricultural Development Corporation, a shareholder, is committed to fund operating losses for the years ended 1989 and 1990 to a maximum of \$1,000,000 and \$500,000 respectively. The Company will issue class B shares in exchange for the funding.

Note 8 Extraordinary Items

Extraordinary items consist of unrealized futures gains of \$462,000 and an insurance settlement of \$177,000, both relating to operations prior to August 1, 1987.

Note 9 Related Party Transactions

The Company conducts business with its directors and its parent, Alberta Terminals Ltd. These transactions are at competitive rates. The Company paid management fees of \$357,000 (1988 \$105,000) to Alberta Terminals Ltd.

Note 10 Contingencies and Commitments

(a) During the year, the Company received \$2,550,000 from the Province of Alberta in exchange for class B preferred shares, as its first payment on the capital works project to expand and upgrade the existing plant facilities. At this time, it is uncertain as to whether the Company will proceed with the project. Under the terms of the agreement, any funds not used for the project are to be repaid by redeeming the class B preferred shares.

(b) The Company leases a fleet of railcars and tank cars for the transport of product. The future minimum annual lease payments are as follows:

	(thousands of dollars)
1990	\$256
1991	268
1992	186
1993	37
1994	6

(c) The Company is committed to an employment contract with a senior executive at the rate of \$60,000 per year. The contract was renewed subsequent to the year-end and expires on May 1, 1993.

(d) The Company makes contributions to an employee pension plan. The last valuation of the plan was conducted as at December 31, 1988 and indicated a deficit of \$53,000 based on actuarial results, which will be funded by payments of \$6,000 per annum for fifteen years.

Note 11 Subsequent Events

Subsequent to the year-end, the Company closed its grain origination department and entered into a procurement arrangement with an agent. Under the terms of this agreement, the Company is guaranteed up to 180,000 net tonnes of canola annually at prevailing market prices for a service fee of \$14 per tonne for the first two-thirds of procurement, and \$19 per tonne for the remaining one-third. The Company has advanced \$250,000 to the agent as required by the agreement. Either party can cancel this agreement by giving ninety days notification.

Note 12 Continuing Operations

In addition to the funding from the Alberta Agricultural Development Corporation (see Note 7), the Province of Alberta, on August 23, 1989, approved funding of \$6.9 million for accumulated losses to July 31, 1989. The Company's continued existence as a going concern is dependent upon its ability to obtain continued financial support from its shareholders or achieving financial profitability.

Note 13 Approval of Financial Statements

These financial statements have been reviewed by the Audit Committee and recommended to the Board for approval.

ALBERTA TERMINALS LTD.
FINANCIAL STATEMENTS
JULY 31, 1989

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Terminal Operations
Schedule of Administrative Expenses

AUDITOR'S REPORT

To the Shareholder of
Alberta Terminals Ltd.

I have examined the balance sheet of Alberta Terminals Ltd. as at July 31, 1989 and the statements of operations and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at July 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
October 10, 1989

ALBERTA TERMINALS LTD.
BALANCE SHEET
AS AT JULY 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Cash and interest bearing deposits	\$ 1,543	\$ 801
Accounts receivable	523	457
Accrued storage and elevation fees	332	546
Due from the Canadian Wheat Board	834	238
Due from subsidiary	—	2,533
Due from grain purchase agreements	1,999	—
Inventories	167	376
Prepaid expenses and other assets	221	214
	<u>5,619</u>	<u>5,165</u>
Investment in long-term securities (Note 3)	7,126	7,126
Investment in subsidiaries	1	1
Fixed assets (Note 4)	12,363	12,552
	<u>\$25,109</u>	<u>\$24,844</u>
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current:		
Accounts payable	\$ 517	\$ 305
Due to subsidiary	295	—
Grain purchase commitments (Note 6(a))	1,844	2,899
Deferred revenue	379	293
	<u>3,035</u>	<u>3,497</u>
Commitments and contingent liability (Note 6)		
Shareholder's equity:		
Share capital:		
Authorized - unlimited number of common shares with no par value		
Issued - 70,114 common shares	17,528	17,528
Retained earnings	4,546	3,819
	<u>22,074</u>	<u>21,347</u>
	<u>\$25,109</u>	<u>\$24,844</u>

The accompanying notes are part
of these financial statements.

ALBERTA TERMINALS LTD.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED JULY 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Revenue	\$4,303	\$ 3,902
Terminal operation expenses	<u>3,617</u>	<u>3,399</u>
Gross operating profit from terminals, Schedule 1	<u>686</u>	<u>503</u>
Other income (expenses):		
Dividend and interest income	843	936
Rental and marketing income	(64)	238
Grant - Province of Alberta	—	90
Administrative expenses, Schedule 2	<u>(738)</u>	<u>(1,026)</u>
	<u>41</u>	<u>238</u>
Net income for the year (Note 2(a))	<u>727</u>	<u>741</u>
Retained earnings at beginning of year	<u>3,819</u>	<u>3,078</u>
Retained earnings at end of year	<u><u>\$4,546</u></u>	<u><u>\$ 3,819</u></u>

ALBERTA TERMINALS LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JULY 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Cash provided by (used in) operations:		
Net income for the year	\$ 727	\$ 741
Add items not affecting cash:		
Depreciation	682	488
Loss on disposal of fixed assets	<u>3</u>	<u>1</u>
	<u>1,412</u>	<u>1,230</u>
Net change in non-cash balances relating to operations	<u>(3,002)</u>	<u>2,117</u>
Cash provided by (used in) operations	<u>(1,590)</u>	<u>3,347</u>
Cash provided by (used in) investing activities:		
Purchase of fixed assets	(533)	(3,169)
Proceeds on disposal of fixed assets	37	4
Advances from (to) subsidiary	<u>2,828</u>	<u>(2,533)</u>
Cash provided by (used in) investing activities	<u>2,332</u>	<u>(5,698)</u>
Net increase (decrease) in cash and interest bearing deposits during the year	742	(2,351)
Cash and interest bearing deposits at beginning of year	801	3,152
Cash and interest bearing deposits at end of year	<u><u>\$ 1,543</u></u>	<u><u>\$ 801</u></u>

ALBERTA TERMINALS LTD.
NOTES TO THE FINANCIAL STATEMENTS
JULY 31, 1989

Note 1 Authority

Alberta Terminals Ltd. was incorporated on September 19, 1979 under The Companies Act of the Province of Alberta and continued under the Alberta Business Corporations Act, Chapter B-15 Statutes of Alberta 1981, on June 30, 1983. The Company is also licensed and regulated by the Canada Grain Act.

Note 2 Significant Accounting Policies

(a) Non-consolidation of subsidiaries

The investment in the wholly owned subsidiary, Alberta Terminals Canola Crushers Ltd. is accounted for on the cost basis because the losses do not accrue to the parent. A preferred shareholder of the subsidiary company has agreed to fund \$3 million of the losses over a three year period commencing August 1, 1987. In addition, on August 23, 1989 the Province of Alberta approved funding of \$6.9 million for accumulated losses of the subsidiary to July 31, 1989.

The comparative figures have been adjusted as follows for the losses previously reported by the parent:

	As Previously Reported	As Restated
	(thousands of dollars)	
Net (loss) income for the year	\$(2,877)	\$ 741
Retained earnings at beginning of year	\$ 3,033	\$3,078

The investment in a wholly owned subsidiary, Peace Export Terminals Ltd., is carried at cost. This subsidiary is inactive.

(b) Investment in long-term securities

The Company carries its investment in long-term securities at cost less a provision for losses where the decline in market value is determined to be permanent.

(c) Inventories

Inventories of grain and screenings are valued at estimated net realizable value at the balance sheet date.

(d) Fixed assets and depreciation

Fixed assets are recorded at cost less accumulated depreciation. Depreciation is charged at rates designed to amortize the cost of assets over their estimated useful lives as follows:

Buildings	40 years straight-line
Equipment	5% - 10% declining balance
Building improvements	5% - 15% declining balance
Computer	7 years straight-line
Automotive	20% declining balance
Furniture	20% declining balance

(e) Revenue recognition

Two-thirds of revenue derived from elevation is taken into income when the grain is received. One-third of the elevation fees are deferred and taken into income when the grain is shipped. Storage charges are recorded in the accounts on a monthly basis. Unbilled revenue is recorded using the tariff rates in effect at the balance sheet date.

The balance due from the Canadian Wheat Board includes amounts paid to producers for grain held for the account of the Board. In its capacity as agent for the Canadian Wheat Board, the Company earns handling charges which are included in income as earned.

Note 3 Investment in Long-term Securities

The investment consists of a mutual fund that invests in long-term Government of Canada bonds.

	1989		1988
	(thousands of dollars)		
	Cost	Market Value	Cost
Investment	<u>\$7,126</u>	<u>\$7,315</u>	<u>\$7,126</u>

Note 4 Fixed Assets

	1989			1988
	(thousands of dollars)			
	Cost	Accumulated Depreciation	Net	Net
Land	\$ 2,918	\$ —	\$ 2,918	\$ 2,918
Buildings	3,590	718	2,872	2,961
Equipment	3,987	1,480	2,507	2,619
Building improvements	4,625	1,056	3,569	3,811
Computer	429	147	282	59
Automotive	166	66	100	80
Furniture	214	99	115	104
	<u>\$15,929</u>	<u>\$3,566</u>	<u>\$12,363</u>	<u>\$12,552</u>

Note 5 Pension Plan

The Company maintains a contributory defined benefit pension plan covering substantially all its employees. The December 31, 1988 independent actuarial valuation indicated pension fund assets of \$2,213,000, accrued pension benefits of \$1,597,000 and a surplus of \$616,000 in the plan. As a result, the Company suspended contributions as of December 31, 1988. The expected date of the next actuarial valuation is December 31, 1991. The current year's pension expense has been offset with the amortization of the plan's surplus.

Note 6 Commitments and Contingent Liability

- (a) The Company enters into contracts with customers whereby it markets consignment grains with commitments to replenish grain stocks or pay at future dates. The company has a liability to consignees of \$1,844,000 (1988 \$2,899,000) representing the value of uncompleted transactions at the year-end.
- (b) The Company is committed to an employment contract with a senior executive at the rate of \$65,000 per year. The contract was renewed subsequent to the year-end and expires on February 18, 1995.

The Company is also committed to another employment contract in the amount of \$55,000 per year expiring November 2, 1992.
- (c) The Company is committed to annual rentals of \$37,500 under an operating lease agreement expiring on November 30, 1993.
- (d) A legal action has been commenced against the Company claiming \$396,000 in damages alleging that Alberta Terminals Ltd. has benefited from expertise supplied by the plaintiff for which no compensation was received. Management is of the opinion that the claim is without merit and no provision has been made in the accounts with respect to this matter.

Note 7 Related Party Transactions

The Company conducts business with its subsidiary at competitive rates. It has charged the same subsidiary \$357,000 (1988 \$105,000) in management fees during the year.

Note 8 Comparative Figures

The 1988 figures have been reclassified where necessary to conform to 1989 presentation (See also Note 2(a)).

Note 9 Approval of Financial Statements

These financial statements have been reviewed by the Audit Committee and recommended to the Board for approval.

Schedule 1

ALBERTA TERMINALS LTD.
SCHEDULE OF TERMINAL OPERATIONS
FOR THE YEAR ENDED JULY 31, 1989
(thousands of dollars)

	Calgary	Edmonton	Lethbridge	High Level	Picture Butte	1989 Total	1988 Total
Revenue:							
Elevation, cleaning, drying and storage	\$1,452	\$1,130	\$ 711	\$327	\$54	\$3,674	\$2,975
Grain sales	353	251	25	—	—	629	927
	<u>1,805</u>	<u>1,381</u>	<u>736</u>	<u>327</u>	<u>54</u>	<u>4,303</u>	<u>3,902</u>
Expenses:							
Salaries, wages and benefits	530	560	452	123	35	1,700	1,669
Depreciation	121	298	146	23	—	588	427
Property taxes	122	195	99	5	8	429	400
Fuel and utilities	79	107	62	3	—	251	257
Incentives and rebates	58	48	14	61	7	188	108
Repairs and maintenance	60	28	7	5	—	100	49
Insurance	25	20	14	2	1	62	73
Telephone, office and courier	21	12	19	7	1	60	47
Transportation	12	13	12	2	2	41	55
Advertising and promotion	12	12	12	4	1	41	39
Materials and supplies	7	9	14	6	1	37	36
Bad debts	2	7	22	—	4	35	4
Grain purchases	1	19	1	—	—	21	150
Travel and entertainment	11	3	4	1	—	19	16
Professional fees	1	—	—	—	—	1	34
Miscellaneous	7	13	4	20	—	44	35
	<u>1,069</u>	<u>1,344</u>	<u>882</u>	<u>262</u>	<u>60</u>	<u>3,617</u>	<u>3,399</u>
Gross operating profit (loss)	<u>\$ 736</u>	<u>\$ 37</u>	<u>\$(146)</u>	<u>\$ 65</u>	<u>\$(6)</u>	<u>\$ 686</u>	<u>\$ 503</u>

Schedule 2

ALBERTA TERMINALS LTD.
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED JULY 31, 1989
(thousands of dollars)

	1989	1988
Salaries and benefits	\$ 666	\$ 544
Depreciation	94	61
Telephone, utilities and courier	75	68
Travel	60	54
Directors' travel	54	58
Materials and office supplies	43	27
Office and equipment rent	41	24
Promotion	33	31
Repairs and maintenance	30	23
Insurance and property taxes	20	21
Consulting and professional fees	18	198
Dues and fees	13	17
Loss on disposal of fixed assets	3	1
Miscellaneous	(1)	4
Recovery of expenses	(411)	(105)
	<u>\$ 738</u>	<u>\$1,026</u>

THE ALBERTA GENERAL INSURANCE COMPANY
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Operations and Surplus
Notes to the Financial Statements

AUDITOR'S REPORT

To the Board of Directors of
The Alberta General Insurance Company

I have examined the balance sheet of The Alberta General Insurance Company as at December 31, 1989 and the statement of operations and surplus for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 12, 1990

THE ALBERTA GENERAL INSURANCE COMPANY
BALANCE SHEET
AS AT DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Cash	\$517,064	\$491,231
Accrued interest	15,715	12,763
Prepaid expenses	1,150	—
	<u>\$533,929</u>	<u>\$503,994</u>
LIABILITIES AND SURPLUS		
Sundry accounts payable	\$ 1,100	\$ 8,400
Income tax payable	3,881	—
Unearned premiums	44	19
	<u>5,025</u>	<u>8,419</u>
Surplus	<u>528,904</u>	<u>495,575</u>
	<u>\$533,929</u>	<u>\$503,994</u>

The accompanying notes are part
of these financial statements.

THE ALBERTA GENERAL INSURANCE COMPANY
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Underwriting:		
Revenue:		
Premiums earned, net of cancellations and returns	\$ 25	\$ 25
Expense:		
Claims, net of reinsurance and salvage	173	(4,993)
Administrative and general expenses	21,700	33,576
Total expenses	<u>21,873</u>	<u>28,583</u>
Underwriting loss	<u>(21,848)</u>	<u>(28,558)</u>
Other income:		
Interest	59,058	45,643
Operating surplus for the year before income tax	<u>37,210</u>	<u>17,085</u>
Income tax	3,881	—
Operating surplus for the year	<u>33,329</u>	<u>17,085</u>
Surplus at beginning of year	495,575	475,710
Decrease in reserve for reinsurance ceded to unregistered companies	—	2,780
Surplus at end of year	<u>\$528,904</u>	<u>\$495,575</u>

THE ALBERTA GENERAL INSURANCE COMPANY
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Alberta General Insurance Company operates under the authority of The Alberta General Insurance Company Act, Chapter 9, Statutes of Alberta 1948.

Note 2 Significant Reporting Practices

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Cessation of Business

The Alberta General Insurance Company has ceased active business operations with the exception of one policy concerning certain government property.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

ALBERTA INTERMODAL SERVICES LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Net Earnings and Deficit
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Shareholder of Alberta
Intermodal Services Ltd.

I have examined the balance sheet of Alberta Intermodal Services Ltd. as at December 31, 1989 and the statements of net earnings and deficit and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of Alberta Intermodal Services Ltd. as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 16, 1990

ALBERTA INTERMODAL SERVICES LTD.
BALANCE SHEET
DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Cash	\$ 3,405	\$10,141
Short-term investments	10,622	10,255
Accounts receivable	2,175	1,648
Prepaid expenses	<u>242</u>	<u>110</u>
	16,444	22,154
Fixed assets (Note 3)	15,339	7,289
Deferred charges (Note 4)	<u>763</u>	<u>864</u>
	<u>\$32,546</u>	<u>\$30,307</u>
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current:		
Accounts payable and accrued liabilities	\$ 1,297	\$ 817
Deferred revenue	<u>20</u>	<u>15</u>
	1,317	832
Shareholder's equity:		
Share capital (Note 5)	32,267	32,267
Deficit	<u>(1,038)</u>	<u>(2,792)</u>
	31,229	29,475
	<u>\$32,546</u>	<u>\$30,307</u>

The accompanying notes are part
of these financial statements.

Signed on behalf of the Board:
E. H. LaBorde, Director
R. H. Blake, Director

ALBERTA INTERMODAL SERVICES LTD.
STATEMENT OF NET EARNINGS AND DEFICIT
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Revenues:		
Transportation services	\$13,908	\$12,943
Railcar lease	973	—
	<u>14,881</u>	<u>12,943</u>
Costs:		
Transportation services	13,358	12,416
Recovery of past transportation services costs (Note 6)	(783)	—
Railcar maintenance	190	—
	<u>12,765</u>	<u>12,416</u>
Gross operating earnings	<u>2,116</u>	<u>527</u>
Expenses:		
Sales	1,018	1,189
Administrative	466	616
Depreciation	462	221
Amortization of deferred charges	176	168
Provision for doubtful accounts receivable	5	(142)
	<u>2,127</u>	<u>2,052</u>
Net operating loss	(11)	(1,525)
Investment income	1,765	1,575
Net earnings for the year	1,754	50
Deficit at beginning of year	(2,792)	2,842
Deficit at end of year	<u>\$ (1,038)</u>	<u>\$ (2,792)</u>

ALBERTA INTERMODAL SERVICES LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Operating activities:		
Net earnings for the year	\$ 1,754	\$ 50
Depreciation	462	221
Amortization of deferred charges	176	168
	<u>2,392</u>	<u>439</u>
Net change in non-cash working capital	<u>(541)</u>	<u>(9,988)</u>
	<u>1,851</u>	<u>(9,549)</u>
Financing activities:		
Issuance of common shares	—	12,267
Investing activities:		
Purchase of fixed assets	(8,512)	(11)
Additions to deferred charges	(75)	(139)
	<u>(8,587)</u>	<u>(150)</u>
Increase (decrease) in cash during the year	<u>(6,736)</u>	<u>2,568</u>
Cash at beginning of year	10,141	7,573
Cash at end of year	<u>\$ 3,405</u>	<u>\$10,141</u>

ALBERTA INTERMODAL SERVICES LTD.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Company was incorporated under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981.

All the issued common shares of the Company are held by the Province of Alberta and accordingly the Company is exempt from income tax.

Note 2 Significant Accounting Policies

Short-term Investments

The investments are stated at cost plus the applicable portion of the discount calculated using the straight-line method over the period to maturity.

Fixed Assets

Fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated on the straight-line method at rates varying from 4% to 33 1/3% which are designed to amortize the cost of the assets over their estimated useful lives.

Deferred Charges

Expenditures which provide long-term benefit to the Company are stated at cost less accumulated amortization.

Amortization is calculated on the straight-line method at rates varying from 10% to 20% to amortize the charges over the estimated future period during which benefits accrue to the Company.

Note 3 Fixed Assets

	1989			1988
	Cost	Accumulated Depreciation	Net	Net
	(thosands of dollars)			
Land	\$ 4,789	\$ —	\$ 4,789	\$4,789
Rail cars	8,381	237	8,144	—
Yard improvements	2,220	443	1,777	1,883
Buildings	515	205	310	357
Computer equipment	325	155	170	180
Office furniture and equipment	191	125	66	75
Chassis	50	—	50	—
Automobiles	30	—	30	—
Leasehold improvements	11	8	3	5
	<u>\$16,512</u>	<u>\$1,173</u>	<u>\$15,339</u>	<u>\$7,289</u>

Note 4 Deferred Charges

	1989			1988
	Cost	Accumulated Amortization	Net	Net
	(thousands of dollars)			
Software development costs	\$ 828	\$230	\$598	\$658
Business development costs	460	368	92	184
Lease costs	19	1	18	—
Legal costs	55	—	55	22
	<u>\$1,362</u>	<u>\$599</u>	<u>\$763</u>	<u>\$864</u>

Note 5 Share Capital

The Company has authorized unlimited common shares without par value.

As at December 31, 1989, 32,268 common shares (1988 32,268) were issued and outstanding for \$32,267,000 (1988 \$32,267,000).

Note 6 Recovery of Past Transportation Service Costs

In 1989, the Company and a supplier agreed to a reduction of past transportation service costs amounting to \$783,000. It was agreed that certain past shipments, previously declared by the Company as falling within the scope of a special contract between the Company and the supplier, now fall outside the contract and are thus subject to the supplier's general terms. The redeclaration has resulted in recoveries related to shipments of the following years:

	<u>Amounts Recovered</u>
1986	\$274,000
1987	441,000
1988	68,000
	<u>\$783,000</u>

Note 7 Commitments

The Company has entered into contractual arrangements to place with a carrier a minimum volume of traffic with an approximate cost of \$6,417,000 for the year ended December 31, 1990.

Note 8 Comparative Figures

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

THE WORKERS' COMPENSATION BOARD
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Operations and Fund Balance
Statement of Changes in Financial Position
Notes to the Financial Statements
Schedule of Investments
Schedule of Administrative and General Expenses
Schedule of Rehabilitation Centre Operations

AUDITOR'S REPORT

To the Directors of
The Workers' Compensation Board

I have examined the balance sheet of The Workers' Compensation Board as at December 31, 1989 and the statements of operations and fund balance and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statements, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 17, 1990

THE WORKERS' COMPENSATION BOARD
BALANCE SHEET
AS AT DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
ASSETS		
Cash	\$ 35,978	\$ 54,678
Assessments and other receivables (Note 3)	35,429	33,859
Accrued interest	19,850	19,987
Investments (Schedule 1)	1,479,504	1,324,266
Deferred charges (Note 4)	39,849	27,221
Fixed assets (Note 5)	16,627	10,969
	<u>\$1,627,237</u>	<u>\$1,470,980</u>
LIABILITIES AND FUND BALANCE		
Accounts payable	\$ 6,599	\$ 2,373
Deferred revenue (Note 4)	32,947	26,792
Employers' deposit accounts	380	380
Staff benefit trust	225	200
Liability for claims (Note 6)	1,891,300	1,808,300
Fund balance (deficit)	(304,214)	(367,065)
	<u>\$1,627,237</u>	<u>\$1,470,980</u>

On behalf of the Board of Directors:

Vern Millard, Director

Kenneth C. Pals, Director

The accompanying notes and schedules
are part of these financial statements.

THE WORKERS' COMPENSATION BOARD
STATEMENT OF OPERATIONS AND FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	Operating Activities For		1989	1988
	<u>1989</u>	<u>Prior Years</u>	<u>Total</u>	<u>Total</u>
REVENUE				
Assessments				
Industry	\$364,731	\$ 785	\$ 365,516	\$ 312,637
Self-Insurers	1,276	7,473	8,749	8,166
Investment income (Note 8)	—	153,187	153,187	127,441
Province of Alberta (Note 9)	—	13,799	13,799	14,429
	<u>366,007</u>	<u>175,244</u>	<u>541,251</u>	<u>462,673</u>
EXPENDITURE				
Claim costs (Note 10)	87,422	227,770	315,192	309,983
Deduct: Claim costs charged to the liability for claims	<u>4,027</u>	<u>220,310</u>	<u>224,337</u>	<u>218,647</u>
	83,395	7,460	90,855	91,336
Provision for future claim costs	228,800	—	228,800	222,300
Adjustment to liability for claims:				
Investment income allocated	—	144,628	144,628	152,816
Actuarial estimates	<u>—</u>	<u>(59,777)</u>	<u>(59,777)</u>	<u>(47,087)</u>
Total claim costs	312,195	92,311	404,506	419,365
Administrative and general expenses (Schedule 2)	64,007	—	64,007	42,943
Rehabilitation Centre operations, net (Schedule 3)	1,791	—	1,791	470
Occupational Health and Safety (Note 11)	5,827	—	5,827	6,130
Safety association and research grants (Note 12)	<u>2,269</u>	<u>—</u>	<u>2,269</u>	<u>160</u>
	<u>386,089</u>	<u>92,311</u>	<u>478,400</u>	<u>469,068</u>
OPERATING SURPLUS (DEFICIT)	<u>\$ (20,082)</u>	<u>\$ 82,933</u>	<u>62,851</u>	<u>(6,395)</u>
Fund balance at beginning of year			(367,065)	(360,670)
FUND BALANCE AT END OF YEAR			<u>\$(304,214)</u>	<u>\$(367,065)</u>

THE WORKERS' COMPENSATION BOARD
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
OPERATING ACTIVITIES		
Operating surplus (deficit)	\$ 62,851	\$ (6,395)
Claim costs charged to operations	<u>90,855</u>	<u>91,336</u>
	153,706	84,941
Items not requiring funds:		
Provision for future claim costs	228,800	222,300
Adjustments to liability for claims:		
Investment revenue allocated	144,628	152,816
Actuarial estimates	(59,777)	(47,087)
Depreciation and amortization of fixed assets	4,882	2,032
Amortization, gains and losses on investments, net	(37,535)	(20,824)
Write down of investments	3,262	6,047
Other, net	<u>2,760</u>	<u>(4,934)</u>
	440,726	395,291
Deduct:		
Claim payments:		
Compensation	126,086	124,406
Vocational rehabilitation	22,000	15,833
Medical aid	53,793	51,858
Pension	120,185	122,371
Pension award recoveries	(616)	(1,086)
	<u>321,448</u>	<u>313,382</u>
Cash provided from operating activities	<u>119,278</u>	<u>81,909</u>
INVESTING ACTIVITIES		
Sale (purchase) of investments, net	(127,438)	(76,116)
Sale (purchase) of fixed assets, net	<u>(10,540)</u>	<u>(1,022)</u>
Cash obtained from (applied to) investing activities	(137,978)	(77,138)
INCREASE (DECREASE) IN CASH	(18,700)	4,771
Cash at beginning of year	54,678	49,907
CASH AT END OF YEAR	<u>\$ 35,978</u>	<u>\$ 54,678</u>

THE WORKERS' COMPENSATION BOARD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority

The Workers' Compensation Board operates under the authority of the Workers' Compensation Act, Statutes of Alberta 1981, Chapter W-16, as amended.

Note 2 Significant Accounting Policies

(a) General

These financial statements have been prepared in accordance with generally accepted accounting principles except that amortized unrealized net gains on equities are recorded as a deferred charge rather than an adjustment to the carrying value of equities in investments.

(b) Depreciation and Amortization of Fixed Assets

Depreciation is recorded as follows:

Buildings	2 1/2% straight-line
Equipment - Data processing	35% diminishing balance
- Other	15% diminishing balance
Automobiles	20% straight-line

Leasehold improvements and data processing software costs are amortized on a straight-line basis over their expected useful lives.

(c) Cash

Included in cash are deposits in the Consolidated Cash Investment Trust Fund of the Province of Alberta.

(d) Investments

Investments are recorded at amortized cost with the exception of real estate and equities which are at cost.

Included in investments are:

(i) term deposits which consist of certificates of deposit, guaranteed investment certificates, treasury bills and promissory notes.

(ii) equities which consist of common and preferred shares, warrants and pooled equity units.

A gain or loss on the sale of a fixed term investment is deferred and amortized to investment income to the maturity date of the disposed investment.

A gain or loss on the sale of an equity is deferred and amortized to investment income at 15% per annum, applied to the unamortized balance. Unrealized gains and losses on equities are also amortized to investment income at 15% per annum, applied to the unamortized balance.

Investment income is recorded as an operating revenue for prior years on the basis the income is to provide for the cost of prior years' claims and is allocated to the liability for claims based on average balances and expected yield.

(e) Translation of Foreign Currency

Assets held and liabilities payable in foreign currency are translated into Canadian dollars at the exchange rate prevailing at the balance sheet date except investments which are translated at historical exchange rates.

(f) Actuarial Liabilities

Actuarial liabilities are the estimated present value amounts required to meet the future cost of claims in respect of current and prior years' accidents. The liability estimates are reviewed annually by an independent consulting actuary.

Note 3 Assessments and Other Receivables

Assessments and other receivables are as follows:

	1989	1988
	(thousands of dollars)	
Assessments receivable	\$32,318	\$30,666
Less: Allowance for doubtful assessments receivable	1,600	1,400
	30,718	29,266
Accounts receivable	3,204	3,028
Advances to pensioners	1,507	1,565
	<u>\$35,429</u>	<u>\$33,859</u>

Note 4 Deferred Charges/Revenue

Deferred charges and revenue are as follows:

	1989	1988
	(thousands of dollars)	
Deferred charges		
Amortized unrealized net gain on equities	<u>\$39,849</u>	<u>\$27,221</u>
Deferred revenue		
Unamortized net gain on sale of equities	\$27,351	\$21,645
Unamortized net gain on sale of fixed term investments	5,596	5,147
	<u>\$32,947</u>	<u>\$26,792</u>

Note 5 Fixed Assets

Fixed assets are as follows:

	1989		1988	
	Cost	Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
		(thousands of dollars)		
Land	\$ 604	\$ —	\$ 604	\$ 604
Buildings	11,785	4,392	7,393	5,305
Equipment	13,622	7,958	5,664	3,647
Leasehold improvements	851	540	311	197
Software	4,406	1,751	2,655	1,216
	<u>\$31,268</u>	<u>\$14,641</u>	<u>\$16,627</u>	<u>\$10,969</u>

Note 6 Liability for Claims

Liability for claims is as follows:

	1989				1988
	Pensions	Unfinalled Claims	Enhanced Disabilities	Total	Total
	(thousands of dollars)				
Increases in Liability					
Current year claims					
Capitalized pension awards	\$ 11,572	\$ —	\$ —	\$ 11,572	\$ 13,844
Provision for future claim costs	—	148,000	80,800	228,800	222,300
Prior years' claims					
Capitalized pension awards	102,357	—	—	102,357	105,128
Investment income allocated	63,281	50,117	31,230	144,628	152,816
Actuarial adjustments	(1,767)	(8,223)	(49,787)	(59,777)	(47,087)
	<u>175,443</u>	<u>189,894</u>	<u>62,243</u>	<u>427,580</u>	<u>447,001</u>
Decreases in Liability					
Pension payments	120,185	—	—	120,185	122,371
Reduction of pension advances	58	—	—	58	283
Claim costs	—	140,394	83,943	224,337	218,647
	<u>120,243</u>	<u>140,394</u>	<u>83,943</u>	<u>344,580</u>	<u>341,301</u>
Net increase (decrease)	<u>55,200</u>	<u>49,500</u>	<u>(21,700)</u>	<u>83,000</u>	<u>105,700</u>
Liability at beginning of year	742,700	656,500	409,100	1,808,300	1,702,600
Liability at end of year	<u>\$797,900</u>	<u>\$706,000</u>	<u>\$387,400</u>	<u>\$1,891,300</u>	<u>\$1,808,300</u>

Note 7 Obligations Under Leases

While there are no leases classified as capital, a number of operating leases exist for computer equipment and office space. The following is a schedule of future lease payments for the upcoming five year period:

1990	\$4,352,000
1991	\$4,100,000
1992	\$2,582,000
1993	\$ 492,000
1994	\$ 492,000

Note 8 Investment Income

Investment income is as follows:

	1989 (thousands of dollars)	1988
Interest and dividends	\$136,997	\$120,791
Amortization of net gain on sale of fixed term investments	1,997	4,007
Amortization of net gain on sale of equities	4,827	3,820
Amortization of unrealized net gain on equities	12,628	4,870
Write down of investments	(3,262)	(6,047)
	<u>\$153,187</u>	<u>\$127,441</u>

Note 9 Province of Alberta

Reimbursement is received from the General Revenue Fund of the Province of Alberta to cover payment of legislative increases for pre-1974 pensions.

Note 10 Claim Costs

Claim costs are as follows:

	Self- Insurers	Industry 1989	Prior Years (thousands of dollars)	1989 Total	1988 Total
Pension awards	\$4,680	\$11,557	\$ 97,692	\$113,929	\$118,972
Less: Pension award recoveries	—	—	616	616	1,086
	4,680	11,557	97,076	113,313	117,886
Compensation	1,372	53,178	71,536	126,086	124,406
Vocational rehabilitation	310	807	20,883	22,000	15,833
Medical aid	1,895	21,357	30,541	53,793	51,858
	<u>\$8,257</u>	<u>\$86,899</u>	<u>\$220,036</u>	<u>\$315,192</u>	<u>\$309,983</u>

Medical aid includes reimbursements to the Alberta Health Care Insurance Fund for payment of basic health services provided to injured workers in the amount of \$13,501,000 (1988 \$13,182,000). Also included are charges in the amount of \$6,343,000 (1988 \$5,986,000) for treatment of injured workers at the Rehabilitation Centre.

Note 11 Occupational Health and Safety

The Workers' Compensation Board reimburses the Provincial Treasurer for a portion of the costs of administering the Occupational Health and Safety Act.

Note 12 Safety Association and Research Grants

Grants are provided to employer groups and researchers to assist and study means of improving the workplace and minimizing the effects of work related injuries.

Note 13 Comparative Figures

The 1988 figures are reclassified where necessary to conform to 1989 presentation.

Schedule 1

THE WORKERS' COMPENSATION BOARD
SCHEDULE OF INVESTMENTS
AS AT DECEMBER 31, 1989
(thousands of dollars)

	1989		1988	
	Book Value	Market Value	Book Value	Market Value
Bonds				
Government of Canada and Provincial guaranteed	\$ 644,446	\$ 663,364	\$ 643,673	\$ 647,757
Corporate	88,627	89,963	75,423	76,060
Coupons and residuals	29,464	28,062	29,618	28,156
	<u>762,537</u>	<u>781,389</u>	<u>748,714</u>	<u>751,973</u>
Mortgages				
N.H.A. guaranteed	51,585	52,835	40,437	40,641
Commercial	53,357	56,313	43,854	44,767
	<u>104,942</u>	<u>109,148</u>	<u>84,291</u>	<u>85,408</u>
Real estate	44,158	53,649	36,847	42,044
Equities	314,828	426,238	278,913	333,731
Term deposits	253,039	251,096	175,501	171,718
	<u>\$1,479,504</u>	<u>\$1,621,520</u>	<u>\$1,324,266</u>	<u>\$1,384,874</u>

Schedule 2

THE WORKERS' COMPENSATION BOARD
SCHEDULE OF ADMINISTRATIVE AND GENERAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	1989	1988
ADMINISTRATIVE		
Salaries and benefits	\$39,972	\$31,454
Depreciation and amortization	4,643	1,819
Data processing and office equipment rentals and maintenance	4,576	2,140
Professional fees	3,525	849
Printing and office supplies	2,553	753
Maintenance, rental and operation of buildings	2,223	1,240
Staff recruitment and relocation	1,065	286
Travel	963	599
Memberships, publications, courses and seminars	886	399
Telephone	733	482
Postage and freight	687	566
Taxes	336	324
Media productions and advertising	231	156
Insurance and security services	166	129
Bank service fees	122	95
Miscellaneous	152	139
	<u>62,833</u>	<u>41,430</u>
Deduct:		
Rental revenue	73	84
Miscellaneous revenue	364	390
	<u>437</u>	<u>474</u>
	<u>62,396</u>	<u>40,956</u>
GENERAL		
Provision for doubtful assessments	870	739
Administrative claim costs	451	720
Early retirement incentive program	65	303
Alberta Health Care administration cost	225	225
	<u>1,611</u>	<u>1,987</u>
TOTAL ADMINISTRATIVE AND GENERAL EXPENSES	<u>\$64,007</u>	<u>\$42,943</u>

THE WORKERS' COMPENSATION BOARD
 SCHEDULE OF REHABILITATION CENTRE OPERATIONS
 FOR THE YEAR ENDED DECEMBER 31, 1989
 (thousands of dollars)

	<u>1989</u>	<u>1988</u>
Salaries and benefits	\$6,092	\$5,064
Maintenance and operation of building and equipment	551	296
Medical and therapy supplies	485	339
Depreciation	239	213
Medical consulting fees	211	208
Printing and office supplies	116	33
Telephone	92	75
Staff recruitment and relocation	66	23
Memberships, publications, courses and seminars	61	38
Transportation of patients	55	55
Travel	54	23
Laundry service and uniforms	34	28
Cafeteria	27	32
Miscellaneous	51	29
	<u>8,134</u>	<u>6,456</u>
Deduct:		
Charged to medical aid claim costs	6,343	5,986
Loss from operations	<u>\$1,791</u>	<u>\$ 470</u>

ALBERTA LIQUOR CONTROL BOARD
FINANCIAL STATEMENTS
JANUARY 2, 1990

Auditor's Report
Balance Sheet
Statement of Income
Statement of Unremitted Income
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Members of the
Alberta Liquor Control Board

I have examined the balance sheet of the Alberta Liquor Control Board as at January 2, 1990 and the statements of income, unremitted income and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Board as at January 2, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
April 6, 1990

ALBERTA LIQUOR CONTROL BOARD

BALANCE SHEET

AS AT JANUARY 2, 1990

(thousands of dollars)

	January 2, 1990	January 3, 1989
ASSETS		
Current:		
Cash	\$ 15,819	\$ 34,200
Accounts receivable	1,090	1,785
Inventories (Note 3)	66,823	56,027
Prepaid expenses	2,162	2,439
	<u>85,894</u>	<u>94,451</u>
Fixed assets (Note 4)	120,900	120,786
Deferred charges	202	195
	<u>\$206,996</u>	<u>\$215,432</u>

LIABILITIES AND APPROPRIATION

Current:		
Accounts payable	\$ 28,111	\$ 40,605
Unremitted income payable to Provincial Treasurer	40,885	36,827
	<u>68,996</u>	<u>77,432</u>
Appropriation for capital (Note 5)	138,000	138,000
	<u>\$206,996</u>	<u>\$215,432</u>

Approved by Management:

B. King
Acting Chairman and Chief
Executive Officer

D.M. Dart, CA
Director, Finance

The accompanying notes are part
of these financial statements.

ALBERTA LIQUOR CONTROL BOARD

STATEMENT OF INCOME

FOR THE YEAR ENDED JANUARY 2, 1990

(thousands of dollars)

	Fiscal 1989	Fiscal 1988
Sales:		
Beer	\$ 448,452	\$435,273
Spirits	420,468	417,149
Wine	133,658	133,473
	<u>1,002,578</u>	<u>985,895</u>
Cost of goods sold:		
Beer	284,687	278,553
Spirits	181,638	177,553
Wine	69,702	71,564
	<u>536,027</u>	<u>527,670</u>
Gross profit on sales	466,551	458,225
Operating expenses (Note 6)	82,746	77,580
Net profit on sales	383,805	380,645
Other income, net (Note 7)	1,856	7,943
Environmental expense, net (Note 8)	(2,603)	(1,362)
Net income for the year	<u>\$ 383,058</u>	<u>\$387,226</u>

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF UNREMITTED INCOME
FOR THE YEAR ENDED JANUARY 2, 1990
(thousands of dollars)

	Fiscal 1989	Fiscal 1988
Unremitted income at beginning of year	\$ 36,827	\$ 14,601
Net income for the year	<u>383,058</u>	<u>387,226</u>
	419,885	401,827
Remittances to Provincial Treasurer	<u>379,000</u>	<u>365,000</u>
Unremitted income at end of year	<u><u>\$ 40,885</u></u>	<u><u>\$ 36,827</u></u>

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JANUARY 2, 1990
(thousands of dollars)

	Fiscal 1989	Fiscal 1988
Cash from operations:		
Net income	\$ 383,058	\$ 387,226
Depreciation and amortization	5,710	6,290
Write off of fixed assets	—	12
Gain on disposal of fixed assets, net	(240)	(128)
Net change in non-cash working capital balances	<u>(22,318)</u>	<u>6,741</u>
	366,210	400,141
Remittances to Provincial Treasurer	<u>(379,000)</u>	<u>(365,000)</u>
	<u>(12,790)</u>	<u>35,141</u>
Cash used for investment:		
Increase in deferred charges	(7)	—
Purchase of fixed assets	(5,905)	(7,432)
Proceeds on disposal of fixed assets	<u>321</u>	<u>397</u>
	<u>(5,591)</u>	<u>(7,035)</u>
(Decrease) increase in cash during the year	(18,381)	28,106
Cash at beginning of year	<u>34,200</u>	<u>6,094</u>
Cash at end of year	<u><u>\$ 15,819</u></u>	<u><u>\$ 34,200</u></u>

ALBERTA LIQUOR CONTROL BOARD
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 2, 1990

Note 1 Authority

The Alberta Liquor Control Board operates under the authority of the Liquor Control Act, Chapter L-17, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies and Reporting Practices

Fiscal Year

The Liquor Control Act specifies the first Tuesday in each calendar year as the fiscal year end of the Board. Accordingly, the fiscal year 1989 was comprised of 52 weeks ending January 2, 1990 and fiscal year 1988 was comprised of 52 weeks ending January 3, 1989.

Inventories

Inventories are valued at cost which is not in excess of net realizable value. Cost is determined as follows:

Stores and warehouses	-Invoiced cost, freight, duties and taxes
In bond	-Invoiced cost and freight
In transit	-Invoiced cost
Stock futures	-Invoiced cost

Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and amortization.

Depreciation and amortization are calculated on the straight-line method at annual rates which will reduce the original cost to estimated residual value over the useful life of the asset, as follows:

Buildings:	
Of a permanent nature	2.5%
Of a mobile nature	5%
Furniture and equipment:	
Cost \$50,000 and greater	10% to 33.3%
Cost less than \$50,000	100%
Leasehold improvements:	2.5% or remainder of lease whichever is less
Vehicles:	
Gas	20%
Diesel	12.5%

Deferred Charges

Deferred charges represent prepayments which are long-term and are amortized over the life of the agreement.

Note 3 Inventories

Location	January 2, 1990			January 3, 1989
	(thousands of dollars)			
	Spirits and Wine	Beer	Total	Total
Stores	\$27,410	\$6,692	\$34,102	\$29,369
Warehouses:				
Duty paid	4,515	17	4,532	4,285
In bond	22,388	913	23,301	19,157
In transit	4,277	154	4,431	2,933
Stock futures	457	—	457	283
	<u>\$59,047</u>	<u>\$7,776</u>	<u>\$66,823</u>	<u>\$56,027</u>

Duties and taxes amounting to approximately \$15,454,000 (January 3, 1989 \$12,317,000) will become payable when inventories held in bond are released for sale.

Note 4 Fixed Assets

	January 2, 1990		January 3, 1989
	(thousands of dollars)		
	Cost	Accumulated Depreciation and Amortization	Net Book Value
Land	\$ 23,345	\$ —	\$ 23,345
Buildings	109,855	20,403	89,452
Furniture and equipment	25,859	23,213	2,646
Leasehold improvements	7,887	2,846	5,041
Vehicles	160	117	43
Computer software	640	267	373
	<u>\$167,746</u>	<u>\$46,846</u>	<u>\$120,900</u>

Depreciation and amortization for the year amounted to \$5,710,000 (Fiscal 1988 \$6,290,000).

Note 5 Appropriation for Capital

The Liquor Control Act provides that the Board shall maintain a capital account to provide funds for acquiring land and buildings and maintaining the inventories and other assets necessary to the operations of the Board.

Note 6 Operating Expenses

	Fiscal 1989	Fiscal 1988
	(thousands of dollars)	
Salaries and benefits:		
Union and excluded salaries	\$20,547	\$18,878
Management salaries	14,622	13,745
Casual and part-time wages	12,763	10,884
Payroll benefits	5,329	4,946
Other benefits	311	170
	<u>53,572</u>	<u>48,623</u>
Property	12,314	12,027
Depreciation and amortization	5,666	6,243
Stationery and supplies	2,825	2,266
Data processing	2,422	2,311
Freight	1,274	1,287
Travel and training	784	721
Telephone and communication	757	622
Bank charges	433	354
Contract fees	406	774
Equipment and vehicles	406	387
Other	1,887	1,965
	<u>\$82,746</u>	<u>\$77,580</u>

Note 7 Other Income, Net

	Fiscal 1989	Fiscal 1988
	(thousands of dollars)	
Licenses and permits:		
Revenue	\$ 1,836	\$8,369
Expenditure	3,189	2,907
	<u>(1,353)</u>	<u>5,462</u>
Liquor levies and commissions	1,187	1,562
Gain on disposal of fixed assets, net	240	128
Miscellaneous	1,782	791
	<u>\$ 1,856</u>	<u>\$7,943</u>

Note 8 Environmental Expense, Net

This expense represents the net cost of administering and refunding deposits on spirits, wine and imported beer containers pursuant to the Beverage Container Act, Chapter B-4, Revised Statutes of Alberta 1980, as amended.

Note 9 Commitments

Capital

The Board has commitments in respect of land purchase agreements and uncompleted building contracts of approximately \$1,087,000 (January 3, 1989 \$1,865,000).

Leases

A number of the Board's stores operate under lease arrangements with terms ranging from one to fifty years. Numerous store leases presently being renegotiated have been included using the expected terms of the contract settlements. The Board also leases data processing equipment with terms ranging from one to four years. The approximate aggregate rental under these arrangements is summarized as follows:

	(thousands of dollars)
Fiscal 1990	\$ 4,821
1991	4,612
1992	3,754
1993	3,377
1994	2,908
Balance to expiry	<u>15,674</u>
	<u><u>\$35,146</u></u>

Note 10 Comparative Figures

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Consolidated Statement of Income
Consolidated Statement of Retained Earnings
Consolidated Statement of Changes in Financial Position
Consolidated Balance Sheet
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Members of
The Alberta Government Telephones Commission

I have examined the consolidated balance sheet of The Alberta Government Telephones Commission as at December 31, 1989 and the consolidated statements of income, retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Commission as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the changes in accounting policy as explained in Note 6 to the financial statements, on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
January 29, 1990

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED STATEMENT OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Operating Revenues:		
Long distance service	\$ 773,360	\$ 745,200
Local service	332,880	323,576
Directory, rental and other service	80,891	65,400
Revenue refund (Note 11 (c))	—	(51,800)
Uncollectible operating revenues	<u>(15,857)</u>	<u>(11,008)</u>
	<u>1,171,274</u>	<u>1,071,368</u>
Operating Expenses:		
Depreciation	226,290	206,534
Maintenance	205,812	201,303
Traffic	37,353	35,861
Commercial and marketing	106,781	94,853
General and administration	258,294	232,599
Property and business taxes	34,930	32,796
Pension fund (Note 3)	<u>24,215</u>	<u>22,350</u>
	<u>893,675</u>	<u>826,296</u>
Income from Operations	<u>277,599</u>	<u>245,072</u>
Building Cable Write-off (Note 4)	11,818	—
Interest Expense and Other (Notes 5 and 6)	<u>209,148</u>	<u>200,730</u>
Net Income	<u><u>\$ 56,633</u></u>	<u><u>\$ 44,342</u></u>

The accompanying notes are part of
these consolidated financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED STATEMENT OF RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Retained Earnings, Beginning of Year:		
As reported previously	\$178,554	\$133,148
Prior period adjustment (Note 6)	<u>(6,057)</u>	<u>(4,993)</u>
As restated	172,497	128,155
Net Income	<u>56,633</u>	<u>44,342</u>
Retained Earnings, End of Year	<u><u>\$229,130</u></u>	<u><u>\$172,497</u></u>

The accompanying notes are part of
these consolidated financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
Operating Activities:		
Net income	\$ 56,633	\$ 44,342
Items not requiring an outlay of cash:		
Depreciation	238,928	216,142
Building cable write-off	11,818	—
Other	(12,461)	675
Sinking fund earnings	(72,044)	(59,255)
Net change in non-cash working capital components	(55,143)	34,771
Other non-current items	39,919	44,496
Cash Provided by Operating Activities	<u>207,650</u>	<u>281,171</u>
Financing Activities:		
Proceeds from long-term debt issues	300,000	200,000
Repayment of long-term debt	(124,655)	(27,171)
Increase (decrease) in notes payable	105,675	(31,379)
Cash Provided by Financing Activities	<u>281,020</u>	<u>141,450</u>
Investing Activities:		
Capital expenditures	(443,753)	(418,975)
Items not requiring an outlay of cash	33,190	38,782
Increase in materials and supplies	(20,396)	(5,872)
Decrease in net investment in leases and other	7,082	5,628
Increase in investments	(62,709)	(27,144)
Cash Used by Investing Activities	<u>(486,586)</u>	<u>(407,581)</u>
Cash and Cash Equivalents:		
Increase during the year	2,084	15,040
Balance, beginning of year	3,274	(11,766)
Balance, End of Year	<u>\$ 5,358</u>	<u>\$ 3,274</u>

The accompanying notes are part of these consolidated financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1989
(thousands of dollars)

	<u>1989</u>	<u>1988</u>
ASSETS		
Current:		
Cash and short-term deposits	\$ 5,358	\$ 3,274
Accounts receivable	227,524	187,546
Inventories for resale	22,669	18,163
Prepaid expenses	22,745	19,179
	<u>278,296</u>	<u>228,162</u>
Investments (Note 6)	<u>116,969</u>	<u>63,103</u>
Net Investment in Leases and Other (Note 7)	<u>23,648</u>	<u>30,730</u>
Telecommunications Property:		
Buildings and equipment	3,546,582	3,317,305
Less: Accumulated depreciation	1,475,403	1,422,056
	<u>2,071,179</u>	<u>1,895,249</u>
Land	51,990	51,840
Plant under construction	166,095	165,912
Materials and supplies	96,564	76,168
	<u>2,385,828</u>	<u>2,189,169</u>
Deferred Charges:		
Unamortized debt discount and other	11,857	13,340
	<u>\$2,816,598</u>	<u>\$2,524,504</u>
LIABILITIES AND RETAINED EARNINGS		
Current:		
Notes payable	\$ 278,959	\$ 173,284
Accounts payable and accrued liabilities	251,230	266,956
Service billed in advance	43,562	34,929
Current portion of long-term debt (Note 8(e))	2,687	107,114
	<u>576,438</u>	<u>582,283</u>
Deferred Credits:		
Deferred revenue	127,955	91,927
Unrealized exchange gain, net	2,875	1,378
	<u>130,830</u>	<u>93,305</u>
Long-term:		
Long-term debt (Note 8)	2,511,793	2,275,713
Less: Sinking fund assets (Note 9)	631,593	599,294
	<u>1,880,200</u>	<u>1,676,419</u>
Commitments and Contingent Liabilities (Note 11)		
Retained Earnings	<u>229,130</u>	<u>172,497</u>
	<u>\$2,816,598</u>	<u>\$2,524,504</u>

On Behalf of the Commission:
Neil Webber, Chairman
W. A. Graham, Member

The accompanying notes are part of these consolidated financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Authority and Regulation

The Alberta Government Telephones Commission ("the Commission") operates under the authority of the Telecommunications Act, Chapter T-3.5, Statutes of Alberta 1988.

The Commission has been regulated by the Alberta Public Utilities Board, however, on August 14, 1989 the Supreme Court of Canada ruled that the Commission is a federal undertaking. As such, the Commission is not within the jurisdiction of a provincial regulatory agency. The Court also ruled that although the Commission is a federal undertaking, it has immunity from federal regulatory jurisdiction because it is a provincial Crown agent.

Subsequent to the Supreme Court of Canada decision, the federal government introduced legislation which, if passed, would bring the Commission under the regulatory authority of the Canadian Radio-television and Telecommunications Commission. As an interim measure, effective October 20, 1989 the Alberta Minister of Technology, Research and Telecommunications established a Ministerial Committee on Telecommunications to advise and bring forward recommendations on issues affecting the provision and introduction of telecommunications services in Alberta.

Note 2 Summary of Significant Accounting Policies

The accompanying consolidated financial statements have been prepared in accordance with accounting principles generally accepted in Canada, and in conformity with prevailing practices in the Canadian telecommunications industry.

(a) Consolidation

These consolidated financial statements include the accounts of wholly-owned subsidiaries, Alta Telecom International Ltd., Alta Telecom, Inc., Alta Telecom Licensing Corporation, Alta-Can Telecom Inc., and 288922 Alberta Ltd. The Commission's investment in its wholly-owned subsidiary company, NovAtel Communications Ltd. ("NovAtel"), has not been consolidated (Note 6) but is accounted for at the lower of its estimated net realizable value and the value resulting from the use of the equity method.

All significant transactions between these companies have been eliminated except for the cost of telecommunications equipment and supplies purchased by the Commission from NovAtel, which are included in the consolidated balance sheet at cost to the Commission and in the consolidated income statement. To the extent that any income related to these revenues has not been offset by depreciation or other operating expenses, it remains in consolidated income and retained earnings.

(b) Telecommunications Property

Telecommunications property is recorded at original cost and includes materials, direct labour, certain general overhead costs associated with construction activity and an allowance for funds utilized during construction. Certain software costs are also included in telecommunications property (Note 2(h)). Materials and supplies are valued substantially at average cost.

The Commission continually reviews the application of this capitalization policy in accordance with accounting standardization policies of the Telecom Canada companies.

Resulting from this review, no significant changes in capitalization were made in 1989.

(c) Depreciation

Depreciation is provided on a straight-line basis using rates determined by a continuing program of engineering studies, calculated to allocate to operations the cost of groups of property with equal service lives over the estimated useful lives of the groups.

When depreciable telecommunications property is retired for reasons of exhausted service capacity, obsolescence, loss or destruction, the original cost of such property, adjusted by any disposal proceeds and costs of removal, is charged to accumulated depreciation. Gains or losses on disposal of depreciable telecommunications property are allocated to operations over the remaining estimated useful lives of appropriate property groups.

When depreciable telecommunications property subject to resale in the ordinary course of business (such as customer-premise equipment) is sold, the original cost of such property less accumulated depreciation is netted against the sale proceeds and the difference is reflected in local service revenues.

The composite depreciation rate for the year ended December 31, 1989 was 7.25% compared to 6.72% for the previous year. Total depreciation of \$241,378,000 (1988 \$218,284,000) includes \$12,638,000 (1988 \$9,608,000) distributed to other operating expenses and \$2,450,000 (1988 \$2,142,000) distributed to telecommunications property.

(d) Inventories for Resale

Inventories for resale are valued at the lower of cost or net realizable value. Cost is determined by an average cost method. Certain systems under design or installation in accordance with customer contracts include material and related engineering and installation costs incurred and remain in inventory until placed into service.

(e) Investment in Leases

Unearned finance income related to sales-type leases is recognized over the lease term to produce a constant rate of return on the investment in the lease.

(f) Amortization

Discounts on long-term monetary liabilities and other deferred charges are amortized on a straight-line basis over the remaining lives of the related assets and liabilities.

Where interest coupons and residuals are held as separate investments in sinking funds, discounts are amortized over the period to maturity or call date so as to produce a constant rate of return on the investments.

(g) Deferred Revenue

Deferred revenue relates to the capital cost of equipment rented under operating leases and to contributions from the Government of the Province of Alberta under the Individual Line Service program. Deferred revenue is recognized as income on a straight-line basis over the estimated useful life of the related equipment. The amount to be recognized as income within one year is included with service billed in advance.

Contributions credited to deferred revenue in 1989 amounted to \$40,300,000 (1988 \$45,392,000). The amount to be recognized as income in 1990 will be \$7,193,000 (1989 \$5,442,000).

(h) Software Costs

Costs of software that relate to the operation of telecommunications switches, and have an estimated useful life greater than one year, are capitalized to telecommunications property. Other software costs are expensed as incurred.

(i) Translation of Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into Canadian dollars using the temporal method. Under this method, all monetary assets and liabilities are translated at the rate of exchange in effect at the balance sheet date. Other assets and liabilities and items affecting earnings are converted at the rate of exchange in effect at the date of the transaction.

Unrealized net exchange gains or losses are deferred and amortized over the remaining lives of the related assets and liabilities.

Self-sustaining foreign operations are translated using the current rate method. Under this method, all assets and liabilities are translated into Canadian dollars at year-end exchange rates; revenue and expenses are translated at exchange rates in effect during the year. Net translation gains or losses arising from changes in exchange rates are insignificant and are treated as deferred charges.

Note 3 Pension Fund

The Commission maintains a contributory defined benefit final pay pension plan that covers substantially all employees. It provides pensions based on length of service and final average earnings.

Actuarial reports prepared during 1989 estimate the present value of the accrued pension benefits and the net assets available to provide for these benefits, at market-related value, as of December 31, 1989. The estimates, which were based on projections of employees' compensation levels and reflect management's best estimate of the effect of future events, are as follows:

	1989	1988
	(thousands of dollars)	
Accrued pension benefits	\$ 886,950	\$769,187
Pension fund assets	1,012,348	874,230

With the Commission's contribution rate fixed in the Pension Plan regulations, no impact of the net pension asset has been reflected in the current pension expense of \$24,215,000 (1988 \$22,350,000).

Note 4 Building Cable Write-off

As a result of a change in business and marketing policy, effective April 3, 1989 the Commission passed the ownership of a significant portion of its building cable to its customers. The related undepreciated cost of this building cable, totalling \$11,818,000, has been written-off in the current year.

Note 5 Interest Expense and Other

	<u>1989</u>	<u>1988</u>
	(thousands of dollars)	
Interest on long-term debt	\$270,416	\$245,969
Less: Sinking fund income	72,044	59,255
Allowance for funds used during construction	<u>16,228</u>	<u>12,319</u>
	182,144	174,395
Loss in equity investment (Note 6)	8,843	13,442
Other, net	<u>18,161</u>	<u>12,893</u>
	<u>\$209,148</u>	<u>\$200,730</u>

Note 6 Investments

	<u>1989</u>	<u>1988</u>
	(thousands of dollars)	
NovAtel Communications Ltd., at equity	\$106,685	\$54,560
Venture Capital Investments, at cost (held by Alta-Can Telecom Inc.)	6,198	4,473
Other Investments, at cost	<u>4,086</u>	<u>4,070</u>
	<u>\$116,969</u>	<u>\$63,103</u>

Effective January 18, 1989 the Commission purchased 100 common and 3,117,100 preferred shares of NovAtel and certain related assets, for \$42,500,000 and additional consideration payable by the Commission in the event it sells NovAtel shares or technology for a premium prior to January 18, 1991.

This transaction increased the Commission's ownership from 50% to 100% of the issued and outstanding shares of NovAtel. However, the Commission's control is only temporary as it is negotiating with potential strategic partners to assume an equal interest in NovAtel.

During 1989, NovAtel changed one of its accounting policies which resulted in certain assets being written-off retroactively. The effect of this change on the Commission's 1989 consolidated financial statements is to decrease 1988 opening retained earnings by \$4,993,000, to decrease 1988 net income by \$1,064,000, to decrease the Commission's 1988 investment in NovAtel by \$6,057,000 and to decrease 1989 net income and the investment in NovAtel by \$3,758,000. In conjunction with this change, in 1989 the Commission wrote-down its investment in NovAtel by an additional \$5,187,000. These 1989 and 1988 charges against net income are included in the loss in equity investment (Note 5).

In 1988, the Commission wrote-down its investment in NovAtel by \$9,493,000 and reflected this as an extraordinary item on the consolidated statement of income. In the 1989 consolidated financial statements this 1988 write-down has been reclassified to loss in equity investment to give retroactive effect to a recommendation of the Canadian Institute of Chartered Accountants regarding extraordinary items.

Note 7 Net Investment in Leases and Other

The net investment in leases and other results from the sale of assets to customers under a lease purchase plan and from the sale of rental homes and computers to employees. Principal due within one year has been reclassified under current assets.

	<u>1989</u>	<u>1988</u>
	(thousands of dollars)	
Total minimum lease and other payments receivable	\$45,804	\$58,042
Unearned finance income	<u>(6,287)</u>	<u>(8,520)</u>
	39,517	49,522
Less: Current portion	<u>15,869</u>	<u>18,792</u>
	<u>\$23,648</u>	<u>\$30,730</u>

Note 8 Long-Term Debt

	1989	1988
	(thousands of dollars)	
Debentures payable in United States funds, maturing 1990 to 1996, bearing interest at 4.75% to 8.00%	\$ 156,000	\$ 201,000
Exchange premium, net, at dates of issue	10,248	13,327
Unrealized exchange loss	14,369	25,365
	<u>180,617</u>	<u>239,692</u>
Debentures payable in Canadian funds, maturing 1990 to 2003, bearing interest at 6.00% to 17.75%	2,355,133	2,155,396
Mortgages payable in Canadian funds, repayable in monthly instalments, maturing 1995 and 1999, bearing interest at 11.50% and 8.25%	10,699	11,214
	<u>2,546,449</u>	<u>2,406,302</u>
Less: Portion due within one year (Note 8(e))	34,656	130,589
	<u>\$2,511,793</u>	<u>\$2,275,713</u>

- (a) Debentures are unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.
- (b) In accordance with debenture deeds, certain issues require annual sinking fund contributions of 1.00% to 2.00% of the principal amounts outstanding. Contributions are required during periods varying from 15 to 25 years before maturity.
- (c) Certain debentures have early redemption provisions at the Commission's option during periods prior to maturity varying from 1 to 3 years for Canadian dollar issues and 1 to 7 years for United States dollar issues.
- (d) Anticipated requirements to meet long-term debt repayments and sinking fund provisions during the next five years are as follows:

	(thousands of dollars)
1990	\$ 58,266
1991	210,209
1992	286,710
1993	55,285
1994	154,655

- (e) On the consolidated balance sheet, the current portion of long-term debt has been reduced by the amount of sinking fund assets allocated to it.

Note 9 Sinking Fund Assets

Sinking fund assets relate to the Commission's debenture debt and consist of the following:

	1989	1988
	(thousands of dollars)	
Investments:		
Debentures, at amortized cost:		
Government of Canada, direct and guaranteed	\$426,481	\$393,797
Provincial, direct and guaranteed	123,978	109,990
Investment in the Commission's own debentures, at amortized cost	89,039	76,887
Unrealized exchange gain	8,754	9,576
	<u>648,252</u>	<u>590,250</u>
Cash	—	194
Short-term deposits	9,651	26,476
Accrued interest	5,659	5,849
	<u>663,562</u>	<u>622,769</u>
Less: Amount allocated to current portion of long-term debt (Note 8(e))	31,969	23,475
	<u>\$631,593</u>	<u>\$599,294</u>

The investments in the sinking fund have an approximate market value of \$724,000,000 as at December 31, 1989 (1988 \$630,500,000).

Note 10 Related Party Transactions

During 1989, the Commission purchased equipment, materials and related supplies from NovAtel in the amount of \$17,312,000 (1988 \$13,559,000).

There were no material transactions with other related companies.

Note 11 Commitments and Contingent Liabilities

- (a) The Commission has, through a subsidiary company, issued financial commitment letters to third parties totalling \$349,540,000 (U.S.). Loans to be provided under these commitment letters will be secured by first charges on the equipment and other assets of the third parties.

In addition, this subsidiary company has signed another financing agreement. This commitment, which is subject to final contract, is for a maximum of \$81,000,000 (U.S.).

Management believes that the amount ultimately to be financed as a result of making these commitments will not exceed \$340,000,000 (U.S.).

- (b) The Commission has agreed to provide indemnification to a Canadian bank of up to \$14,175,000 (U.S.), if funds are paid out under an irrevocable letter of credit. The indemnity agreement expires in September 1996, and supports a subsidiary's activity under a construction contract. Future losses could be incurred to the extent of any draws on the indemnification, less the value of any interest in the project which the subsidiary has the option to acquire.

- (c) In 1988, in anticipation of a General Rate Application and the subsequent determination of the Commission's 1988 revenue surplus, management recorded its estimate of the 1988 surplus amount. The liability accrued totalled \$51,800,000 with a corresponding reduction of 1988 operating revenues.

The revenue surplus amount recorded for 1988, along with the surplus amounts previously recorded for 1986 and 1987, reduce the Commission's share of Telecom Canada revenues. It is the Commission's position that the revenue surpluses originally recorded for the years 1986, 1987 and 1988 reflect the total liability both to its customers and to the members of Telecom Canada. Consequently, in 1989 the Commission's liability for surplus 1988 revenues has been reduced by approximately \$28,650,000 to reflect the Telecom Canada impact to December 31, 1989 of the 1986, 1987 and 1988 revenue surpluses. In 1990, the remaining Telecom Canada impact of approximately \$4,000,000 will be recorded, which will further reduce the 1988 liability.

These impacts, for regulatory purposes, were to be reviewed and dealt with by the Alberta Public Utilities Board as part of the Commission's 1988 General Rate Application. However, as a result of the August 14, 1989 Supreme Court of Canada ruling, the Alberta Public Utilities Board no longer has regulatory authority over the Commission. Although the outcome of any future regulatory review is not determinable at this time, in management's opinion, the resolution of this issue will not have a material impact on the Commission's financial position.

If liabilities related to the above contingency are determined, they will be treated as prior period adjustments.

Note 12 Comparative Figures

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statements of Income and Equity
Statements of Changes in Cash Resources
Notes to the Financial Statements
Schedule of Administration Expenses

AUDITOR'S REPORT

To the Directors of the
Credit Union Deposit Guarantee Corporation

I have examined the balance sheet of the Credit Union Deposit Guarantee Corporation as at December 31, 1989 and the statements of income and equity and changes in cash resources for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Corporation as at December 31, 1989 and the results of its operations and the changes in its cash resources for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 9, 1990

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
BALANCE SHEET
DECEMBER 31, 1989

ASSETS	<u>1989</u>	<u>1988</u>
Deposit Insurance Fund		
Cash	\$ 556,000	\$ 1,010,000
Investment in securities (Note 3)	22,265,000	23,962,000
Accrued interest receivable	599,000	743,000
Accounts receivable	32,000	104,000
Income taxes receivable	—	97,000
Investment in and advances to subsidiaries (Note 4)	240,000	2,849,000
Investment in and advances to Credit Unions (Note 5)	7,465,000	39,059,000
Fixed assets (Note 6)	351,000	683,000
	<u>31,508,000</u>	<u>68,507,000</u>
Master Bond Fund		
Premiums receivable from Credit Unions	—	3,000
Due from deposit insurance fund	1,666,000	1,229,000
	<u>1,666,000</u>	<u>1,232,000</u>
	<u>\$33,174,000</u>	<u>\$69,739,000</u>
LIABILITIES AND EQUITY		
Deposit Insurance Fund		
Accounts payable and accrued liabilities	\$ 316,000	\$ 322,000
Advances from the Province of Alberta (Note 7)	6,122,000	15,261,000
Due to Credit Union Central Alberta Limited	—	21,800,000
Accrual for assistance (Note 8)	—	8,000,000
Due to master bond fund	1,666,000	1,229,000
	<u>8,104,000</u>	<u>46,612,000</u>
Equity	23,404,000	21,895,000
	<u>31,508,000</u>	<u>68,507,000</u>
Master Bond Fund		
Insurance claims liability	85,000	162,000
Deferred revenue	125,000	125,000
Equity	1,456,000	945,000
	<u>1,666,000</u>	<u>1,232,000</u>
	<u>\$33,174,000</u>	<u>\$69,739,000</u>

The accompanying notes are part
of these financial statements.

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
STATEMENTS OF INCOME AND EQUITY
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Deposit Insurance Fund		
Revenue:		
Interest	\$ 7,322,000	\$ 7,348,000
Assessments	6,794,000	6,535,000
Other	109,000	113,000
Recovery of special assistance (Note 8)	223,000	2,922,000
	<u>14,448,000</u>	<u>16,918,000</u>
Expense:		
Interest	3,954,000	5,006,000
Financial assistance to Credit Unions	440,000	34,000
Special assistance to Credit Unions (Note 8)	4,524,000	8,000,000
Administration (Schedule)	4,021,000	3,914,000
	<u>12,939,000</u>	<u>16,954,000</u>
Net income (loss) before income taxes	1,509,000	(36,000)
Recovery of income taxes	—	47,000
Net income for the year	1,509,000	11,000
Equity at beginning of year	21,895,000	21,884,000
Equity at end of year	<u>\$23,404,000</u>	<u>\$21,895,000</u>
Master Bond Fund		
Revenue:		
Assessments	\$ 939,000	\$1,122,000
Interest	145,000	50,000
	<u>1,084,000</u>	<u>1,172,000</u>
Expense:		
Bond premium	433,000	365,000
Administration	150,000	150,000
Claims - Incurred	47,000	86,000
- Decrease in provision for expected	(60,000)	(60,000)
Insurance reinstatement	3,000	18,000
	<u>573,000</u>	<u>559,000</u>
Net income for the year	511,000	613,000
Equity at beginning of year	945,000	332,000
Equity at end of year	<u>\$1,456,000</u>	<u>\$ 945,000</u>

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
STATEMENTS OF CHANGES IN CASH RESOURCES
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Deposit Insurance Fund		
Operating transactions:		
Net income for the year	\$ 1,509,000	\$ 11,000
Items not involving cash:		
Depreciation	299,000	158,000
Loss on disposal of fixed assets	38,000	5,000
Changes in non-cash balances relating to operating transactions	<u>(5,173,000)</u>	<u>(3,509,000)</u>
	<u>(3,327,000)</u>	<u>(3,335,000)</u>
Financing transactions:		
Proceeds from term deposits with Credit Unions	9,139,000	10,097,000
Repayment of advances from the Province of Alberta	(9,139,000)	(10,097,000)
Proceeds on notes from Credit Unions	21,800,000	7,274,000
Repayment of advances from Credit Union Central Alberta Limited	<u>(21,800,000)</u>	<u>(7,274,000)</u>
	<u>—</u>	<u>—</u>
Investing transactions:		
Purchase of fixed assets	(16,000)	(213,000)
Sale of fixed assets	11,000	2,000
Redemption (purchase) of Credit Union Central Alberta Limited shares	<u>600,000</u>	<u>(156,000)</u>
	<u>595,000</u>	<u>(367,000)</u>
Decrease in cash resources	<u>(2,732,000)</u>	<u>(3,702,000)</u>
Cash resources at beginning of year	24,486,000	28,188,000
Cash resources at end of year	<u><u>\$21,754,000</u></u>	<u><u>\$24,486,000</u></u>
Master Bond Fund		
Operating transactions:		
Net income for the year	\$ 511,000	\$ 613,000
Changes in non-cash balances relating to operating transactions	<u>(74,000)</u>	<u>413,000</u>
Increase in cash resources	437,000	1,026,000
Cash resources at beginning of year	1,229,000	203,000
Cash resources at end of year	<u><u>\$1,666,000</u></u>	<u><u>\$1,229,000</u></u>

(Cash resources is defined as cash, investment in securities, accrued interest receivable and intra-fund accounts.)

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Nature of Operations

The Credit Union Deposit Guarantee Corporation (Corporation) (formerly the Credit Union Stabilization Corporation) operates under the authority of the Credit Union Act, Chapter C-31.1, Statutes of Alberta, 1989. The Corporation was established to assure the repayment of deposits with all Credit Unions in Alberta. The Corporation provides assistance, support and direction in planning, policy and operational matters to supervised Credit Unions. The Corporation is qualified as a deposit insurance corporation under the Income Tax Act and has no taxable income for the current year.

S C Properties Ltd. was incorporated as a wholly-owned subsidiary of the Corporation for the purpose of acquiring, managing, developing, marketing and selling certain real estate properties of supervised Credit Unions. Pursuant to the Credit Union Restructuring Agreement (effective November 1, 1989) between the Corporation, S C Properties Ltd., S C Financial Ltd. and the Province of Alberta (Province), the Province has an option to purchase all of the shares of S C Properties Ltd. In addition, under the provisions of the agreement, the Corporation has committed to make a contribution towards the interest costs of S C Properties Ltd. notes or S C Financial Ltd. debentures for the years 1990 to 2010. The Corporation estimates the amount to be \$3,400,000 for the 1990 fiscal year.

S C Financial Ltd. was incorporated as a wholly-owned subsidiary of the Corporation for the purpose of defacing \$335,000,000 of deficit financing assistance for Alberta Credit Unions under supervision.

The Credit Union Act provides that the Province ensures that the Corporation's obligation to depositors will be carried out. In addition, the Province has provided the following assistance:

- (i) Loaned \$6,000,000 to enable the Corporation to make advances to supervised Credit Unions in the form of interest bearing deposits maturing October 31, 1990 (Note 7).
- (ii) Agreed to indemnify the Corporation and fund interest through the year 2010 to the extent necessary on \$332,128,000 of S C Financial Ltd. debentures (\$335,000,000 less total redemptions to date of \$2,872,000) issued to Credit Unions in exchange for Stabilization Preferred Shares of the Credit Unions.

Although the Corporation has guaranteed the interest on the debentures payable, the interest is funded by the Province pursuant to its indemnification. Accordingly, the obligation of the Corporation pursuant to its guarantee is not reflected in these financial statements.

Note 2 Summary of Significant Accounting Policies

(a) Basis of Financial Statement Presentation

These financial statements reflect separate funds, a Deposit Insurance Fund and a Master Bond Fund.

The purpose of the Deposit Insurance Fund is to allow the Corporation to carry out its primary object which is to assure the repayment of deposits with Alberta Credit Unions. Assessments received from Alberta Credit Unions, assistance payments made and expected on behalf of Credit Unions, as well as all other revenues and expenses pertaining to this primary object, are included in the Deposit Insurance Fund statement of income.

The purpose of the Master Bond Fund is to provide insurance coverage to Alberta Credit Unions under a policy administered by the Corporation. Insurance assessments received from Credit Unions, interest income, premiums paid to the bonding company, the insurance administrative fee and all actual and expected claims are recorded in the Master Bond Fund statement of income.

Notwithstanding the above, all of the assets of the Corporation are available to support the primary object of the Corporation.

(b) Non-consolidation of Subsidiaries

The financial statements of the Corporation's wholly-owned subsidiaries, S C Properties Ltd. and S C Financial Ltd., have not been consolidated with these financial statements since increases or decreases in the equity of the subsidiaries do not accrue to the Corporation.

(c) Investment in Securities

Investments are stated at cost. Carrying values of all investments are written down if there is a permanent impairment in value.

(d) Depreciation

Depreciation is provided at rates which are designed to amortize the cost of fixed assets over their estimated useful lives. During the year, the estimated useful lives of certain types of assets were revised to more closely reflect the economic life of the assets. This adjustment did not materially affect operating results and assets are currently depreciated as follows:

Furniture and equipment	5 year straight-line
Automotive	30% declining-balance
Computer equipment	30% declining-balance
Leasehold improvements	straight-line over lease term

(e) Insurance Claims Liability

The Master Bond Fund's share of losses from any reported claims is estimated and accrued. In addition, an accrual is made of the estimated losses from unreported claims based on the last three years actual loss experience.

Note 3 Investment in Securities

	<u>1989</u>	<u>1988</u>
Short-term notes and term deposits	\$ 8,503,000	\$12,175,000
Government of Canada treasury bills	13,564,000	11,589,000
Other	198,000	198,000
	<u>\$22,265,000</u>	<u>\$23,962,000</u>

Note 4 Investment in and Advances to Subsidiaries

	<u>1989</u>	<u>1988</u>
S C Properties Ltd.		
Shares	\$ 1,000	\$ 1,000
Advances to (from)	27,000	(185,000)
	<u>28,000</u>	<u>(184,000)</u>
S C Financial Ltd.		
Shares	1,000	1,000
Advances to	211,000	110,000
Contribution towards S C Properties Ltd. note deficiency recoverable from S C Financial Ltd.	9,137,000	551,000
Amount due to nominee of the Province of Alberta	(9,137,000)	—
Contribution towards fund for defeasance of deficit financing recoverable from S C Financial Ltd.	—	2,371,000
	<u>211,000</u>	<u>3,032,000</u>
	<u>212,000</u>	<u>3,033,000</u>
	<u>\$ 240,000</u>	<u>\$2,849,000</u>

Note 5 Investment in and Advances to Credit Unions

	<u>1989</u>	<u>1988</u>
Credit Union Central Alberta Limited		
Shares	\$1,343,000	\$ 1,943,000
Due from Credit Unions		
Term deposits bearing interest at rates based on Government of Canada 91-day treasury bills, maturing October 31, 1990 (Note 7)	6,000,000	15,000,000
Accrued interest thereon	122,000	261,000
Promissory notes bearing interest at prime minus one-half percent, repayable on demand	—	21,800,000
Other amounts receivable	—	55,000
	<u>\$7,465,000</u>	<u>\$39,059,000</u>

Note 6 Fixed Assets

	1989			1988
	Cost	Accumulated Depreciation	Net	Net
Furniture and equipment	\$ 584,000	\$424,000	\$160,000	\$393,000
Automotive	75,000	45,000	30,000	54,000
Computer equipment	263,000	154,000	109,000	146,000
Leasehold improvements	111,000	59,000	52,000	90,000
	<u>\$1,033,000</u>	<u>\$682,000</u>	<u>\$351,000</u>	<u>\$683,000</u>

Note 7 Advances from the Province of Alberta (Note 1)

	1989	1988
Advances bearing interest at rates based on Government of Canada 91-day treasury bills, due October 31, 1990	\$6,000,000	\$15,000,000
Accrued interest thereon	122,000	261,000
	<u>\$6,122,000</u>	<u>\$15,261,000</u>

Note 8 Special Assistance to Credit Unions

During the year the Corporation provided deficit funding assistance to supervised Credit Unions totalling \$12,524,000. An estimated provision of \$8,000,000 was recorded in the 1988 fiscal year and the balance of \$4,524,000 in the current year. This assistance is repayable by the Credit Unions based on a percentage of annual net income. Repayments for the current year of \$223,000 have been recorded as a recovery of special assistance in these financial statements.

Note 9 Change of Auditor

Pursuant to an amendment to the Financial Administration Act, the Corporation became a Provincial Corporation on November 1, 1989. Accordingly, the Auditor General of Alberta became the auditor of the Corporation.

Note 10 Comparative Figures

The 1988 comparative figures were reported on by a firm of Chartered Accountants.

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

Note 11 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

CREDIT UNION DEPOSIT GUARANTEE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1989

	1989	1988
Deposit Insurance Fund		
Salaries and benefits	\$2,480,000	\$2,425,000
Board and committee fees	235,000	386,000
Board and committee expenses	49,000	70,000
Depreciation	299,000	158,000
Rental charges	270,000	259,000
Staff travel	232,000	223,000
Office	200,000	187,000
Professional fees	190,000	200,000
Other	82,000	112,000
Special projects	61,000	7,000
Advertising and communications	44,000	—
Data processing	29,000	37,000
	<u>4,171,000</u>	<u>4,064,000</u>
Allocation to master bond fund	(150,000)	(150,000)
	<u>\$4,021,000</u>	<u>\$3,914,000</u>

S C FINANCIAL LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statements of Income
Notes to the Financial Statements

AUDITOR'S REPORT

To the Shareholder of
S C Financial Ltd.

I have examined the balance sheet of S C Financial Ltd. as at December 31, 1989 and the statements of income for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
March 9, 1990

S C FINANCIAL LTD.
BALANCE SHEET
DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Fund for Defeasance of Deficit Financing		
Cash	\$ 243,000	\$ 1,000
Accrued interest receivable	6,000	233,000
Investments (Note 3)	40,362,000	39,321,000
Due to Credit Union Deposit Guarantee Corporation	(211,000)	(3,032,000)
Stabilization Preferred Shares (Note 4)	—	—
Receivable from Credit Unions on redemption of Stabilization Preferred Shares	1,980,000	772,000
Due to Credit Unions on repayment of debentures	(1,890,000)	(772,000)
	<u>40,490,000</u>	<u>36,523,000</u>
Other Fund		
Investments (Note 3)	9,137,000	8,248,000
Other asset	1,000	1,000
	<u>\$49,628,000</u>	<u>\$44,772,000</u>
LIABILITIES		
Fund for Defeasance of Deficit Financing		
Present value of future obligation (Arising from \$335,000,000 debenture issue) (Note 5)	\$40,490,000	\$36,523,000
Other Fund		
Due to Credit Union Deposit Guarantee Corporation	9,137,000	8,248,000
Contingency (Note 6)		
SHAREHOLDER'S EQUITY		
Share capital		
Authorized - Unlimited number of Class A shares		
Issued - 10 Class A shares	1,000	1,000
	<u>\$49,628,000</u>	<u>\$44,772,000</u>
The accompanying notes are part of these financial statements		

S C FINANCIAL LTD.
STATEMENTS OF INCOME
FOR THE YEAR ENDED DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
Fund for Defeasance of Deficit Financing		
Revenue:		
Recovery on indemnity from the Province of Alberta	\$43,922,000	\$35,463,000
Investment income	3,967,000	3,499,000
	<u>47,889,000</u>	<u>38,962,000</u>
Expense:		
Interest on debentures	43,922,000	35,463,000
Net income for the year (Note 2(a))	<u>\$ 3,967,000</u>	<u>\$ 3,499,000</u>
Other Fund		
Revenue:		
Investment income	\$ 889,000	\$ 799,000
Net income for the year (Note 2(a))	<u>\$ 889,000</u>	<u>\$ 799,000</u>

S C FINANCIAL LTD.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Nature of Operations

S C Financial Ltd. (the Company) was incorporated on May 29, 1986 under the Alberta Business Corporations Act, as a wholly-owned subsidiary of the Credit Union Deposit Guarantee Corporation (CUDGC), a Provincial Corporation (formerly the Credit Union Stabilization Corporation). The Company is a deposit insurance corporation by virtue of it being a wholly-owned subsidiary of a deposit insurance corporation. Accordingly, it is treated as such for income tax purposes.

Pursuant to the Credit Union Deficit Financing Agreement, the Company acts on behalf of the three participants (i) CUDGC, (ii) Credit Union Central Alberta Limited and (iii) the Province of Alberta (Province), for the benefit of supervised Credit Unions. The agreement required CUDGC to provide funds to the Company to purchase investments which will accumulate to \$335,000,000 at October 31, 2010. Any portion of the \$335,000,000 remaining after repayment of debentures on October 31, 2010 will be paid to the Province.

Pursuant to the Deficiency Guarantee Agreement between the Company, CUDGC and S C Properties Ltd. (an affiliated company), CUDGC agreed to indemnify S C Properties Ltd. for the note deficiency, if any, resulting from disposition of real estate properties. In this regard, CUDGC agreed to provide funds to the Company to purchase investments which, on maturity at October 31, 1999, will accumulate to \$25,000,000. Pursuant to the Credit Union Restructuring Agreement between the Company, CUDGC, S C Properties Ltd., and the Province, the Company and CUDGC were released from their obligation under the Deficiency Guarantee Agreement. Therefore, the Company will transfer the investments to CUDGC.

Note 2 Summary of Significant Accounting Policies

(a) Basis of Financial Statement Presentation

These financial statements reflect two separate funds, a Fund for Defeasance of Deficit Financing and an Other Fund.

The purpose of the Fund for Defeasance of Deficit Financing is to provide \$335,000,000 to repay outstanding debentures on October 31, 2010, as further described in Notes 4 and 5. The recovery on indemnity from the Province, investment income and interest on debentures are recorded in the statement of income of this fund.

The purpose of the Other Fund was to provide \$25,000,000 towards a potential S C Properties Ltd. note deficiency. The Company was released from this obligation as described in Note 1. Investment income is recorded in the statement of income of this fund.

The net income of the Company does not accrue to the benefit of the Company, but rather is used to meet the purposes of the two funds. Accordingly, the net income for the year is allocated to the appropriate fund rather than to retained earnings.

(b) Investments

Bond coupons and residuals are stated at cost with any discount or premium amortized on the basis of the underlying yield to maturity. All other investments are stated at cost. Carrying values of all investments are written down when there is a permanent impairment in value.

(c) Changes in Financial Position

A statement of changes in financial position is not provided as disclosure in these financial statements is considered to be adequate.

Note 3 Investments

	1989	1988
Fund for Defeasance of Deficit Financing		
Short term notes and term deposits	\$ —	\$ 2,900,000
Government of Canada bond coupons and residuals (market value \$46,495,000, 1988 - \$36,736,000)	40,362,000	36,421,000
	<u>\$40,362,000</u>	<u>\$39,321,000</u>
Other Fund		
Government of Canada bond coupons and residuals (market value \$9,819,000, 1988 - \$8,226,000)	\$ 9,137,000	\$ 8,248,000
	<u>\$ 9,137,000</u>	<u>\$ 8,248,000</u>

Note 4 Stabilization Preferred Shares

The Stabilization Preferred Shares Series B, originally issued at a total of \$347,524,000, have no value to the Company itself because any redemptions thereon flow through the Company and accrue to the benefit of the Province or CUDGC. Therefore, these shares do not appear as an asset with value on the balance sheet of the Company.

In 1986, Stabilization Preferred Shares Series B totalling \$335,000,000 were issued by Credit Unions to the Company in exchange for debentures in accordance with the terms of the Credit Union Deficit Financing Agreement. The Stabilization Preferred Shares are retractable at the option of the holder and redeemable at the option of the Credit Unions for the issue price. Notwithstanding these options, the shares shall be redeemed in an amount equal to 65% of the annual net income of the Credit Unions. The redemption requirement was waived for the 1986 and 1987 fiscal years of the Credit Unions. The 65% redemption requirement was not payable for the 1988 fiscal year for those Credit Unions with a negative equity (capital, reserves and deficit) as at the 1987 and 1988 fiscal year ends. The redemption rate has been revised for 1989, 1990 and 1991 to 40% of the annual net income of the Credit Unions. The Stabilization Preferred Shares are non-voting and are not entitled to dividends, nor may cash dividends be paid on other shares issued by the Credit Union as long as Stabilization Preferred Shares of the Credit Union are outstanding. Any funds received in respect of redemption of these Stabilization Preferred Shares are used to repay the debentures. The Fund for Defeasance of Deficit Financing will be used at October 31, 2010 to repay the outstanding debentures at that time with the excess paid to the Province.

During the year, CUDGC contributed \$12,524,000 to the Company to enable it to provide additional deficit financing assistance to supervised Credit Unions in the form of cash in exchange for Stabilization Preferred Shares Series B. Redemptions of these shares are on a pro-rata basis with the previously issued shares. Any funds received in respect of redemption of these shares are repaid to CUDGC.

Note 5 Present Value of Future Obligation

Under the terms of the Credit Union Deficit Financing Agreement, the Company has an obligation to repay the full \$335,000,000 principal amount of the debentures. The debentures mature on October 31, 2010, but can be repaid earlier from funds received on redemptions of Stabilization Preferred Shares. Interest on these debentures is payable at the lesser of 14% and prime, and is funded by the Province.

The Company is accumulating assets in the Fund for Defeasance of Deficit Financing which will equal \$335,000,000 at October 31, 2010. At that time, these assets will be used to repay any outstanding debentures and the balance must be paid to the Province. The present value of the future obligation to the Credit Unions and the Province is \$40,490,000 (1988 - \$36,523,000).

Based on redemptions of Stabilization Preferred Shares to December 31, 1989, the future obligation would be \$332,128,000 to the Credit Unions and \$2,872,000 to the Province. These amounts will change based on further redemptions of Stabilization Preferred Shares through to October 31, 2010.

Note 6 Contingency

The Company may be subject to an estimated \$5,800,000 of income tax if assessed under the current provisions of the Income Tax Act. However, in management's opinion, ongoing discussions with Revenue Canada and the Department of Finance regarding this matter will result in a favourable resolution. Consequently, no tax liability has been reflected in these financial statements. Any adjustment to the income tax liability relating to this matter will be accounted for as a prior period adjustment.

Note 7 Change of Auditor

Pursuant to an amendment to the Financial Administration Act, the Company became a Provincial Corporation on November 1, 1989. Accordingly, the Auditor General of Alberta became the auditor of the Company.

Note 8 Comparative Figures

The 1988 comparative figures were reported on by a firm of Chartered Accountants.

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

Note 9 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

S C PROPERTIES LTD.
FINANCIAL STATEMENTS
DECEMBER 31, 1989

Auditor's Report
Balance Sheet
Statement of Operations
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Shareholder of
S C Properties Ltd.

I have examined the balance sheet of S C Properties Ltd. as at December 31, 1989 and the statements of operations and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Company as at December 31, 1989 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
February 3, 1990

S C PROPERTIES LTD.
BALANCE SHEET
DECEMBER 31, 1989

	<u>1989</u>	<u>1988</u>
ASSETS		
Cash and term deposits	\$ 9,073,000	\$ 6,653,000
Accounts receivable	4,195,000	1,966,000
Mortgages and agreements for sale receivable	9,941,000	7,361,000
Prepaid expenses	200,000	248,000
Advances due from the Credit Union		
Deposit Guarantee Corporation	—	185,000
Properties (Note 3)	114,129,000	138,477,000
	<u>\$ 137,538,000</u>	<u>\$ 154,890,000</u>
LIABILITIES		
Advances due to the Credit Union		
Deposit Guarantee Corporation	\$ 27,000	\$ —
Accounts payable and accrued liabilities	950,000	897,000
Deferred revenue	615,000	504,000
Deposits and deferred rent	565,000	849,000
Deposits on offers to purchase	418,000	305,000
Mortgages on properties (Note 4)	16,640,000	17,675,000
Notes payable (Note 5)	264,225,000	283,353,000
	<u>283,440,000</u>	<u>303,583,000</u>
DEFICIT RECOVERABLE		
Share capital:		
Authorized - unlimited number of class A shares		
Issued - 100 class A shares	1,000	1,000
Deficit recoverable (Note 6)	(145,903,000)	(148,694,000)
	<u>(145,902,000)</u>	<u>(148,693,000)</u>
	<u>\$ 137,538,000</u>	<u>\$ 154,890,000</u>

The accompanying notes are part
of these financial statements.

S C PROPERTIES LTD.
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 1989

	1989	1988
Revenue:		
Properties sold	\$ 25,287,000	\$ 32,288,000
Rental	16,032,000	17,829,000
Interest and other	1,768,000	1,601,000
	<u>43,087,000</u>	<u>51,718,000</u>
Expenses:		
Cost of properties sold	23,915,000	41,866,000
Rental operation costs	11,910,000	13,989,000
Interest on mortgages	1,967,000	2,225,000
Property administration costs	1,629,000	1,592,000
Interest on notes payable	34,535,000	29,778,000
General and administration	375,000	483,000
	<u>74,331,000</u>	<u>89,933,000</u>
Excess of expenses over revenue before undernoted item	31,244,000	38,215,000
Provision for reduction in carrying value of properties	829,000	94,901,000
Excess of expenses over revenue before recoveries	32,073,000	133,116,000
Recovered from:		
Credit Union Deposit Guarantee Corporation	(329,000)	(483,000)
Province of Alberta	(34,535,000)	(16,788,000)
Excess of expenses over revenue, and recoveries	<u>(2,791,000)</u>	<u>115,845,000</u>
Deficit recoverable at beginning of year	148,694,000	32,849,000
Deficit recoverable at end of year	<u>\$145,903,000</u>	<u>\$148,694,000</u>

S C PROPERTIES LTD.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 1989

	1989	1988
Operating transactions:		
Excess of expenses over revenue before recoveries	\$(32,073,000)	\$(133,116,000)
Non-cash item:		
Provision for reduction in carrying value of properties	829,000	94,901,000
Net change in non-cash balances relating to rental operations	(2,188,000)	(3,108,000)
(Increase) in mortgages receivable	(2,580,000)	(1,118,000)
Reduction in properties	23,519,000	43,977,000
Cash provided by (used in) operating transactions	<u>(12,493,000)</u>	<u>1,536,000</u>
Financing transactions:		
Notes payable cancelled	(1,103,000)	(2,494,000)
Notes payable repaid	(18,025,000)	(13,760,000)
Principal reduction in mortgages payable	(1,035,000)	(2,551,000)
Advance from the Credit Union Deposit Guarantee Corporation	212,000	362,000
Interest recovered from the Province of Alberta	34,535,000	16,788,000
Administration costs recovered from the Credit Union Deposit Guarantee Corporation	329,000	483,000
Cash provided by (used in) financing transactions	<u>14,913,000</u>	<u>(1,172,000)</u>
Increase in cash and term deposits	2,420,000	364,000
Cash and term deposits, beginning of year	6,653,000	6,289,000
Cash and term deposits, end of year	<u>\$ 9,073,000</u>	<u>\$ 6,653,000</u>

S C PROPERTIES LTD.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1989

Note 1 Nature of Operations

The Company was incorporated on May 17, 1985 under the Alberta Business Corporations Act, as a wholly owned subsidiary of the Credit Union Deposit Guarantee Corporation (Corporation), a Provincial corporation, (formerly the Credit Union Stabilization Corporation) for the purpose of acquiring, managing, developing, marketing and selling certain real estate properties of supervised Credit Unions. The terms of the Credit Union Restructuring Agreement (effective November 1, 1989) allow the Company until October 31, 1999 to dispose of the properties in an efficient manner and to use the proceeds to redeem notes payable to supervised Credit Unions.

The Company acts on behalf of the three participants: (i) supervised Credit Unions, (ii) the Corporation, and (iii) the Province of Alberta, and has no residual interest in the properties. Revenues and expenses are allocated to the participating parties.

Under the provisions of the Credit Union Restructuring Agreement between the Corporation, the Company, and the Province of Alberta, certain obligations of the Company, and all of the obligations of the Corporation, were assumed by the Province of Alberta.

Note 2 Summary of Significant Accounting Policies

(a) Mortgages and Agreements for Sale Receivable

Mortgages and agreements for sale receivable are recorded at amortized cost, which includes amounts advanced and accrued interest, less repayments and provisions for anticipated losses. Where mortgages bear interest at rates below the prevailing market at the date of sale, a discount is recorded as deferred revenue which is amortized into income over the term of the mortgage.

(b) Properties

Properties are stated at the lower of cost and net realizable value on a group basis as supported by independent external appraisals and management assessments. Net realizable value is equal to market value less estimated selling commissions, legal fees, and other direct selling costs.

(c) Income Recognition on Sales

Income is recognized on the sale of properties when all conditions of the sales agreement have been satisfied, a significant down payment has been received, and the purchaser is entitled to possession.

Note 3 Properties

	<u>1989</u>	<u>1988</u>
Land	\$ 34,034,000	\$ 41,807,000
Single-family residential	18,730,000	25,753,000
Multi-family residential and commercial properties	66,035,000	76,992,000
	<u>118,799,000</u>	<u>144,552,000</u>
Less: Estimated selling commissions, legal fees, and other direct selling costs	4,670,000	6,075,000
	<u>\$114,129,000</u>	<u>\$138,477,000</u>

Pursuant to a new Master Sales Agreement with specified supervised Credit Unions, the Company has recorded the purchase of approximately \$7,548,000 of properties where the Credit Unions have not yet obtained title (Note 7).

Note 4 Mortgages on Properties

	<u>1989</u>	<u>1988</u>
Land	\$ 255,000	\$ 215,000
Single-family residential	1,654,000	2,210,000
Multi-family residential and commercial properties	14,731,000	15,250,000
	<u>\$16,640,000</u>	<u>\$17,675,000</u>

The mortgages payable bear interest at rates varying from 6.25% to 14.50% and are repayable at varying dates.

Repayments are estimated on the basis that the mortgages will be renegotiated at the renewal dates and are as follows:

1990	\$ 338,000
1991	376,000
1992	354,000
1993	396,000
1994	444,000
1995 - 1999	<u>14,732,000</u>
	<u>\$16,640,000</u>

Note 5 Notes Payable

	<u>1989</u>	<u>1988</u>
Notes payable, beginning of year	\$283,353,000	\$299,607,000
Notes cancelled	<u>(1,103,000)</u>	<u>(2,494,000)</u>
	282,250,000	297,113,000
Repayments	<u>(18,025,000)</u>	<u>(13,760,000)</u>
Notes payable, end of year	<u>\$264,225,000</u>	<u>\$283,353,000</u>

The notes payable have been issued to supervised Credit Unions in exchange for properties and bear the following terms and conditions:

- (a) Interest is payable semi-annually at the lesser of 14% and prime minus one-half percent, and is guaranteed by the Province of Alberta.
- (b) Principal is repayable out of the net cash proceeds from the sale of properties and is payable semi-annually.

Under the terms of the Credit Union Restructuring Agreement, to the extent that the net cash proceeds from the sale of all properties do not result in repayment of the full principal amount of the notes, the Province of Alberta will indemnify any deficiency.

The maturity date of the notes is the earlier of the disposition of all the properties or October 31, 1999.

Note 6 Deficit Recoverable

Under the terms of the Credit Union Restructuring Agreement, the Province of Alberta has indemnified the Company for all losses, expenses or liabilities existing or subsequently incurred by the Company in its role of acquiring, managing, and selling real estate properties of supervised Credit Unions. The extent of this indemnity is reflected as the deficit recoverable. The deficit recoverable will fluctuate upward or downward based on proceeds of dispositions of the properties and results of rental operations.

Investments in the amount of \$9,137,000 (1988 \$8,248,000) held in S C Financial Ltd. (an affiliated company) are available to fund the deficit. The Province of Alberta can cause these investments to be transferred to the Company at any time prior to the maturity of the notes.

The balance of the deficit will be funded by the Province of Alberta as requested by the Company or upon the maturity of the notes.

Note 7 Contingency

The Company has recorded interest expense to supervised Credit Unions in the amount of \$1,180,000 on approximately \$9,239,000 of notes payable for properties under foreclosure on the basis that clear title can be delivered to the Company. If the supervised Credit Unions are unable to deliver clear title by specified dates, the latest being October 31, 1991, interest expense previously recorded on any of these properties will be receivable from the Credit Unions. Any amounts recovered will be accounted for as a reduction to interest expense and recoveries from the Province of Alberta in the year in which the Company determines that the Credit Unions are unable to deliver clear title.

Note 8 Change of Auditor

Pursuant to an amendment to the Financial Administration Act, the Company became a Provincial Corporation on November 1, 1989. Accordingly, the Auditor General of Alberta became the auditor of the Company.

Note 9 Comparative Figures

The 1988 comparative figures were reported on by a firm of Chartered Accountants.

The 1988 figures have been reclassified where necessary to conform to 1989 presentation.

Note 10 Approval of Financial Statements

These financial statements have been approved by the Board of Directors.

TREASURY BRANCHES DEPOSITS FUND
FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Statement of Assets and Liabilities
Statement of Income
Statement of Equity
Statement of Changes in Financial Position
Notes to the Financial Statements

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of assets and liabilities of the Treasury Branches Deposits Fund as at March 31, 1990 and the statements of income, equity and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 12, 1990

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash resources		
Cash	\$ 18,470	\$ 20,813
Deposits with banks	624,037	654,705
Cheques and other items in transit, net	<u>42,787</u>	<u>46,728</u>
	<u>685,294</u>	<u>722,246</u>
Securities (Note 3)		
Issued or guaranteed by Canada	71,157	151,743
Issued or guaranteed by provinces, municipalities and school districts	—	37,502
Other securities	<u>293,910</u>	<u>214,248</u>
	<u>365,067</u>	<u>403,493</u>
Loans (Note 4)		
Mortgage loans	1,498,462	1,400,605
Other loans	<u>4,128,072</u>	<u>4,086,689</u>
	<u>5,626,534</u>	<u>5,487,294</u>
Other		
Land, buildings and equipment (Note 5)	59,263	62,533
Other assets (Note 6)	<u>135,671</u>	<u>118,236</u>
	<u>194,934</u>	<u>180,769</u>
	<u>\$6,871,829</u>	<u>\$6,793,802</u>
LIABILITIES		
Deposits (Note 7)		
Payable on demand	\$ 798,998	\$ 927,226
Payable after notice	1,286,346	1,197,363
Payable on a fixed date	<u>4,776,199</u>	<u>4,692,440</u>
	<u>6,861,543</u>	<u>6,817,029</u>
Other liabilities (Note 8)	<u>150,505</u>	<u>126,138</u>
Equity (deficit)	<u>(140,219)</u>	<u>(149,365)</u>
	<u>\$6,871,829</u>	<u>\$6,793,802</u>

The accompanying notes are part of
these financial statements.

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF INCOME
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Interest income		
Income from loans	\$680,654	\$591,516
Income from securities	45,945	40,423
Income from deposits with banks	84,172	51,557
Total interest income	<u>810,771</u>	<u>683,496</u>
Interest expense		
Interest on deposits	641,671	533,037
Net interest income	<u>169,100</u>	<u>150,459</u>
Provision for credit losses	<u>40,100</u>	<u>37,908</u>
Net interest income after provision for credit losses	129,000	112,551
Other income	<u>31,996</u>	<u>23,611</u>
Net interest and other income	<u>160,996</u>	<u>136,162</u>
Non-interest expenses		
Salaries	84,012	80,098
Pension contributions and other staff benefits	10,408	9,933
Premises and equipment expenses, including depreciation	33,298	29,526
Other expenses	<u>24,132</u>	<u>23,012</u>
Total non-interest expense	<u>151,850</u>	<u>142,569</u>
Net income (deficit) for the year	<u>\$ 9,146</u>	<u>\$ (6,407)</u>

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF EQUITY
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Equity (deficit) at beginning of year	\$(149,365)	\$(142,958)
Net income (deficit) for year	<u>9,146</u>	<u>(6,407)</u>
Equity (deficit) at end of year	<u>\$(140,219)</u>	<u>\$(149,365)</u>

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1990
(thousands of dollars)

	<u>1990</u>	<u>1989</u>
Operating activities		
Net income (deficit) for the year	\$ 9,146	\$ (6,407)
Provision for credit losses	40,100	37,908
Depreciation and amortization	12,147	10,193
Increase in other assets	(17,435)	(30,058)
Increase in other liabilities	24,367	13,219
Funds provided by operating activities	<u>68,325</u>	<u>24,855</u>
Financing activities		
Net increase (decrease) in deposits payable on demand	(128,228)	97,095
Net increase in deposits payable after notice	88,983	337,693
Net increase in deposits payable on a fixed date	83,759	183,423
Funds provided by financing activities	<u>44,514</u>	<u>618,211</u>
Funds available for investing activities	<u>\$112,839</u>	<u>\$643,066</u>
Investing activities		
Net increase (decrease) in cash resources	\$ (36,952)	\$226,023
Net increase (decrease) in securities	(38,426)	78,297
Net increase in mortgage loans	97,857	88,061
Net increase in other loans	81,483	236,540
Net increase in land, buildings and equipment	8,877	14,145
Funds used in investing activities	<u>\$112,839</u>	<u>\$643,066</u>

TREASURY BRANCHES DEPOSITS FUND
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Treasury Branches Deposits Fund operates under the authority of the Treasury Branches Act, Chapter T-7, Revised Statutes of Alberta 1980, as amended.

Note 2 Significant Accounting Policies

(a) Securities

Securities are carried at the lower of cost or net realizable value (Note 3). Gains and losses on disposal of securities are included in income in the year in which they occur.

(b) Loans

Loans are stated net of any unearned income and an allowance for loan losses established to recognize anticipated losses. Interest is recorded on the accrual basis for all satisfactory loans and accrued interest on loans is reported in other assets in the statement of assets and liabilities.

A loan is classified as non-accrual when, in the opinion of management, there is doubt as to the ultimate collectibility of some portion of principal or interest. A loan where payment of interest is contractually past due 180 days is classified as non-accrual unless management determines there is no reasonable doubt as to the ultimate collectibility of interest or principal. When a loan is classified as non-accrual, all uncollected interest is reversed against interest income of the current year. Interest payments received on a loan subsequent to its classification as non-accrual are not recorded as income until such time as any specific provision has been reversed and it is deemed that the loan principal is no longer at risk.

An allowance for credit losses is maintained in an amount considered adequate to absorb credit losses. Credit losses arise primarily from loans but also from credit instruments such as loan guarantees and letters of credit. The allowance is increased by a provision for credit losses which is charged to income and reduced by write offs net of recoveries.

Provisions on loans are established on an individual loan basis to reduce the book value to estimated realizable values.

The allowance for credit losses is deducted from the related asset category except amounts provided for loan guarantees and letters of credit which are included in other liabilities.

Loan fees are recognized in income over the appropriate lending or commitment period.

(c) Land, Buildings, and Equipment

Land is carried at cost. Buildings, equipment and leasehold improvements are carried at cost less accumulated depreciation or amortization. Depreciation and amortization are calculated using the straight-line method over the estimated useful lives of the related assets. Gains and losses on the disposal of fixed assets are recorded in the Statement of Income in the year of disposal.

(d) Translation of Foreign Currencies

Foreign currency assets and liabilities are translated into Canadian dollars at prevailing year-end rates.

Foreign currency income and expenses are translated into Canadian dollars at the average rate throughout the year.

Realized and unrealized gains and losses on foreign currency transactions are included in other income in the Statement of Income. Foreign exchange positions are hedged as much as practicable by forward exchange contracts.

Note 3 Securities

(\$ in thousands)

Securities are summarized as follows:

	Canada	Securities issued or guaranteed by		
		Provinces, Municipalities, and School Districts	Other	Total
Year of maturity:				
Within one year	\$ 71,157	\$ —	\$293,829	\$364,986
No specific maturity	—	—	81	81
March 31, 1990	<u>\$ 71,157</u>	<u>\$ —</u>	<u>\$293,910</u>	<u>\$365,067</u>
March 31, 1989	<u>\$151,743</u>	<u>\$37,502</u>	<u>\$214,248</u>	<u>\$403,493</u>

The approximate market value of securities at March 31, 1990 was \$365,088 (1989 \$403,509).

Note 4 Loans

(\$ in thousands)

Loans are stated net of an allowance for credit losses established to recognize anticipated losses, and are summarized as follows:

	1990	1989
Residential mortgages and personal financing	\$1,790,054	\$1,647,699
Agricultural programs	954,285	880,857
Small business programs	435,170	425,921
Commercial loans and mortgages	1,823,461	1,842,656
Government guaranteed	77,401	73,324
General purpose	288,734	287,373
Foreign currency	5,987	50,456
Renegotiated reduced rate	44,282	43,200
Non-accrual	207,160	235,808
	<u>\$5,626,534</u>	<u>\$5,487,294</u>

Note 5 Land, Buildings and Equipment

(\$ in thousands)

Land, buildings and equipment are summarized as follows:

	Cost	1990		1989
		Accumulated Depreciation and Amortization	Net Book Value	Net Book Value
Land	\$ 9,116	\$ —	\$ 9,116	\$ 7,564
Branch premises	38,255	16,820	21,435	22,083
Equipment	45,151	27,410	17,741	21,725
Staff housing	5,535	3,026	2,509	3,241
Leasehold improvements	15,786	7,490	8,296	7,890
Automobiles	185	19	166	30
	<u>\$114,028</u>	<u>\$54,765</u>	<u>\$59,263</u>	<u>\$62,533</u>
March 31, 1989	<u>\$108,775</u>	<u>\$46,242</u>		

Note 6 Other Assets

(\$ in thousands)

Other assets are summarized as follows:

	1990	1989
Accrued interest receivable	\$122,919	\$112,989
Other items, including accounts receivable and prepaid items	12,752	5,247
	<u>\$135,671</u>	<u>\$118,236</u>

Note 7 Deposits

(\$ in thousands)

The repayment of all deposits, including accrued interest is guaranteed by the Crown in the right of Alberta.

Deposits are summarized as follows:

	<u>1990</u>	<u>1989</u>
Deposits by Canada	\$ 10,823	\$ 5,474
Deposits by the Province of Alberta	653,248	649,444
Deposits by others	6,197,472	6,162,111
	<u>\$6,861,543</u>	<u>\$6,817,029</u>

Deposits by the Province of Alberta include deposits for loans made under the Alberta Farm Credit Stability Program and the Alberta Small Business Term Assistance Plan in the amount of \$650,460 (1989 \$577,849).

Note 8 Other Liabilities

(\$ in thousands)

Other liabilities are summarized as follows:

	<u>1990</u>	<u>1989</u>
Accrued interest payable	\$122,430	\$ 95,373
Other items, including accounts payable and accruals	28,075	30,765
	<u>\$150,505</u>	<u>\$126,138</u>

Note 9 Leases

(\$ in thousands)

The Fund has obligations under long-term non-cancellable operating leases for premises. The future minimum lease payments for each of the next five years and thereafter are:

Year ending March 31, 1991	\$ 8,963
1992	8,565
1993	7,694
1994	7,038
1995	6,472
1996 and thereafter	28,184
	<u>\$66,916</u>

Note 10 Contingent Liabilities

(\$ in thousands)

In the normal course of business, the Fund has various outstanding contingent liabilities which include letters of credit, loan guarantees and other contingencies including the Fund's liability for certain items relating to unclaimed deposit balances and remittances which are not included in the Statement of Assets and Liabilities. Where the Fund's contingent liability is on behalf of a customer to a third party, the Fund has recourse against the customer in the event of a call.

Contingent liabilities are summarized as follows:

	<u>1990</u>	<u>1989</u>
Guarantees	\$140,616	\$414,034
Letters of Credit	2,180	1,471
Unclaimed Items	2,237	1,962
	<u>\$145,033</u>	<u>\$417,467</u>

Note 11 Comparative Figures

The 1989 figures have been reclassified where necessary to conform to 1990 presentation.

Note 12 Approval of Financial Statements

These financial statements were approved by management.

391760 ALBERTA LTD.
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1990

Auditor's Report
Consolidated Balance Sheet
Consolidated Statement of Income and Retained Earnings
Consolidated Statement of Changes in Financial Position
Notes to the Consolidated Financial Statements

AUDITOR'S REPORT

To the Shareholder of 391760
Alberta Ltd.

I have examined the consolidated balance sheet of 391760 Alberta Ltd. as at March 31, 1990 and the consolidated statements of income and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these consolidated financial statements present fairly the financial position of the Company as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
June 29, 1990

391760 ALBERTA LTD.
CONSOLIDATED BALANCE SHEET
MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash and interest bearing deposits	\$23,256,000	\$70,001,000
Accounts receivable	1,948,000	—
Mortgages	8,101,000	—
Real estate properties (Note 5)	18,385,000	—
	<u>51,690,000</u>	<u>70,001,000</u>
Investments (Note 6)	10,399,000	—
	<u>\$62,089,000</u>	<u>\$70,001,000</u>
LIABILITIES		
Accounts payable	\$ 707,000	\$ —
Mortgages payable (Note 7)	2,340,000	—
	<u>3,047,000</u>	<u>—</u>
Segregated fund (Note 6)	10,399,000	—
	<u>13,446,000</u>	<u>—</u>
SHAREHOLDER'S EQUITY		
Share capital (Note 8)	46,001,000	70,001,000
Retained earnings	2,642,000	—
	<u>48,643,000</u>	<u>70,001,000</u>
	<u>\$62,089,000</u>	<u>\$70,001,000</u>

The accompanying notes are part
of these consolidated financial statements.

391760 ALBERTA LTD.
CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1990

Revenue	
Real estate properties sold	\$13,428,000
Rental	2,608,000
Interest - cash and interest bearing deposits	5,153,000
- mortgages	457,000
	<u>21,646,000</u>
Expenses	
Cost of real estate properties sold	14,301,000
Rental operating expense	2,022,000
General and administrative	773,000
Interest expense	356,000
	<u>17,452,000</u>
Income before provision for impairment in value of assets	4,194,000
Provision for impairment in value of assets	1,552,000
Income for the year, and retained earnings, end of year	<u>\$ 2,642,000</u>

391760 ALBERTA LTD.
 CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
 FOR THE YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
Operating activities		
Cash provided by (used in):		
Income for the year	\$ 2,642,000	\$ —
Non-cash item		
Provision for impairment in value of assets	<u>1,552,000</u>	<u>—</u>
Cash provided by operations	4,194,000	—
Costs recovered from sale of real estate properties	13,320,000	—
Mortgages		
Advanced on disposition of real estate properties	(5,141,000)	—
Principal reductions	1,046,000	—
Net change in non-cash balances relating to operations	<u>(1,241,000)</u>	<u>—</u>
	<u>12,178,000</u>	<u>—</u>
Investing activities		
Cash provided by (used in):		
Real estate properties acquisition and development costs	(32,675,000)	—
Mortgage acquisitions	<u>(4,588,000)</u>	<u>—</u>
	<u>(37,263,000)</u>	<u>—</u>
Financing activities		
Cash provided by (used in):		
Issue (redemption) of share capital (Note 8)	(24,000,000)	70,001,000
Mortgages payable	<u>2,340,000</u>	<u>—</u>
	<u>(21,660,000)</u>	<u>70,001,000</u>
Net (decrease) increase in cash during the year	<u>(46,745,000)</u>	<u>70,001,000</u>
Cash and interest bearing deposits, beginning of year	70,001,000	—
Cash and interest bearing deposits, end of year	<u>\$ 23,256,000</u>	<u>\$70,001,000</u>

391760 ALBERTA LTD.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 1990

Note 1 Authority

The Company was incorporated on October 20, 1988 under the Business Corporations Act, Chapter B-15, Statutes of Alberta 1981, as amended, and commenced operations on March 31, 1989.

All the issued shares of the Company are owned by the Province of Alberta and accordingly the Company is exempt from income tax.

Note 2 Nature of Operations

The Company was formed for the purposes of acquiring, consolidating and disposing of certain real estate properties, mortgages and other assets.

Note 3 Summary of Significant Accounting Policies

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles, and within the framework of the accounting policies summarized below:

(a) Basis of Consolidation

These consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries 391761 Alberta Ltd., and 399192 Alberta Ltd.

The financial statements of the Company's wholly-owned subsidiary, S C Properties Ltd. have not been consolidated with these financial statements since increases or decreases in the deficit of the subsidiary do not accrue to the Company. Financial statements of the subsidiary have been reported on at December 31, 1989.

(b) Investments

Investments are stated at cost plus accrued interest.

(c) Mortgages

Mortgages are stated at cost, which includes amounts advanced, interest capitalized, accrued taxes and other charges, less repayments and an allowance for anticipated losses.

(d) Real Estate Properties

Real estate properties are stated at the lower of cost and estimated market value as supported by independent external appraisals and management assessments. Development costs relating to properties are capitalized where supported by market values. The Company does not provide for depreciation.

Tenant improvements are capitalized where supported by market values and are amortized over the term of the lease.

(e) Revenue Recognition

Gains or losses on the sale of real estate properties are determined as the excess or deficiency of the proceeds of disposition over the carrying value of the disposed properties. Such gains are recorded in income on disposal except in instances where a significant portion of the proceeds is not received in cash. In such circumstances, gains are deferred and recorded in income when significant cash proceeds are received.

Note 4 Significant Transactions

During the year, the Company, through its subsidiaries, acquired real estate properties and mortgages as follows:

Real estate properties acquired by 391761 Alberta Ltd.	<u>\$32,675,000</u>
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Mortgages acquired by 399192 Alberta Ltd.	<u>\$ 4,588,000</u>
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Note 5 Real Estate Properties

Details are as follows:

Commercial	\$11,059,000
Land	7,174,000
Single family residential	152,000
	<u>\$18,385,000</u>

Note 6 Investments/Segregated Fund

Government of Canada bonds maturing in 1999 having a value of \$10,399,000 were acquired by the Company in conjunction with the reorganization of S C Properties Ltd. and are being held pending authorization from the Province of Alberta and the Company's sole director to invest these funds in S C Properties Ltd.

Note 7 Mortgages Payable

Mortgages payable bear interest at 9.5% and are secured by certain real estate properties. Subsequent to year end, these mortgages have been repaid.

Note 8 Share Capital

Details of the authorized and issued share capital are as follows:

	<u>1990</u>	<u>1989</u>
Authorized		
An unlimited number of Class A non-voting shares		
An unlimited number of Class B voting shares		
Issued		
46,000 Class A shares		
(1989 - 70,000 shares)	\$46,000,000	\$70,000,000
1,000 Class B shares	1,000	1,000
	<u>\$46,001,000</u>	<u>\$70,001,000</u>

During the year, the Company redeemed 24,000 Class A shares for cash consideration of \$24,000,000.

Note 9 Related Party Transactions

Details of related party transactions entered into by the Company in the normal course of business are as follows:

- (a) The Company paid a management fee of \$375,000 to N. A. Properties Ltd., an associated company.
- (b) The Company obtained a portion of its legal services, at competitive rates, from a firm in which the sole director of the Company is a partner. The fees paid to this firm amounted to \$73,000 for the year ended March 31, 1990.

Note 10 Approval of Financial Statements

These financial statements have been approved by the sole director.

SECTION 8

1989-90 PUBLIC ACCOUNTS

SUPPLEMENTARY INFORMATION REQUIRED BY LEGISLATION OR BY DIRECTION OF THE PROVINCIAL TREASURER

Contents:

Statement No.		Page
8.1	Statement of Remissions, Compromises and Write-offs for the Year Ended March 31, 1990	8.2
8.2	Statement of Special Warrants Issued and Payments Made under the Authority Provided for the Year Ended March 31, 1990	8.4
8.3	Statement of Borrowings Made under Section 61(1) of the Financial Administration Act for the Year Ended March 31, 1990	8.12
8.4	Statement of the Amount of Debt of the Crown outstanding at March 31, 1990 for which Government Securities have been Pledged under Part 6 of the Financial Administration Act	8.12
8.5	Statement of Guarantees and Indemnities Given by the Crown and Provincial Corporations for the Year Ended March 31, 1990	8.13
8.6	Statement of Expenditures Made from the Improvement Districts' Trust Account for the Year Ended December 31, 1989	8.15
8.7	Report of the Auditors of the Office of the Auditor General under Section 30 of the Auditor General Act	8.16
8.8	Statement of Disbursements of Net Lottery Proceeds Made on Behalf of the Province of Alberta for the Period April 1, 1989 to May 25, 1989	8.19

STATEMENT OF REMISSIONS, COMPROMISES AND WRITE-OFFS
FOR THE YEAR ENDED MARCH 31, 1990

The following statement has been prepared pursuant to section 28 of the Financial Administration Act. The statement includes all remissions, compromises and write-offs made or approved during the fiscal year.

Remissions under Section 26 of the Financial Administration Act:

Implemented Guarantees, Loans and Advances:

Students Loan Guarantee Act	\$ 13,334	
Department of Agriculture Act	<u>7,550</u>	\$ 20,884

Taxes and Fees payable to the Government:

Alberta Corporate Income Tax Act	30,205,081	
Alberta Income Tax Act	<u>3,390</u>	30,208,471

Other Accounts Receivable:

Widows' Pension Act	60,382	
School Act	47,540	
Department of Advanced Education Act	40,320	
Senior Citizens Benefits Act	20,596	
Department of Public Works, Supply and Services Act	2,250	
Department of Municipal Affairs Act	<u>2,016</u>	173,104
Total remissions		<u>30,402,459</u>

Compromises under Section 27 of the Financial Administration Act:

Implemented Guarantees, Loans and Advances:

Students Loan Guarantee Act	34,455	
Judgement debts	12,779	
Department of Agriculture Act	<u>2,573</u>	49,807

Taxes and Fees payable to the Government:

Fuel Oil Administration Act and Fuel Tax Act		9,587
--	--	-------

Other Accounts Receivable:

Alberta Mortgage and Housing Corporation Act	867,837	
Alberta Petroleum Incentives Program Fund	36,673	
Motor Vehicle Accident Claims Act	33,483	
Maintenance Enforcement Act	28,585	
Maintenance and Recovery Act	10,916	
Alberta wage subsidy program	10,873	
Public Service Pension Act	8,617	
Department of Municipal Affairs Act	<u>1,706</u>	998,690
Total compromises		<u>1,058,084</u>

Write-offs under Section 27 of the Financial Administration Act:

Implemented Guarantees, Loans and Advances:

Students Loan Guarantee Act	3,760,946	
Export program	2,972,386	
Farm Credit Stability Fund Act	1,484,031	
Norstar Recreation Products Ltd.	963,238	
Small Business Term Assistance Fund Act	929,425	
Farm implement dealers program	289,663	
Continental Canal Systems (Alberta) Ltd.	250,000	
Judgement debts	65,149	
Co-operative Marketing Associations and Rural Utilities Guarantee Act	29,025	
Rural Electrification Revolving Fund Act	7,683	
Cow-calf Producers' Advance Regulations	2,875	
Feeder Associations Guarantee Act	924	
Accountable advances	<u>637</u>	10,755,982

Statement No. 8.1 (cont'd)

Departmental Accounts Receivable:		
Treasury	\$81,682,123	
Family and Social Services	2,933,870	
Attorney General	1,069,219	
Economic Development and Trade	605,588	
Agriculture	301,614	
Forestry, Lands and Wildlife	271,480	
Municipal Affairs	240,088	
Education	169,042	
Executive Council	154,206	
Public Works, Supply and Services	145,325	
Solicitor General	104,444	
Career Development and Employment	73,914	
Advanced Education	56,241	
Labour	45,004	
Environment	44,381	
Transportation and Utilities	13,498	
Culture and Multiculturalism	3,107	
Health	3,099	
Recreation and Parks	2,259	
Consumer and Corporate Affairs	1,800	
Energy	711	
		\$ 87,921,013
Regulated Funds and Agencies - Accounts and Loans Receivable:		
Treasury Branches of Alberta	58,788,294	
Alberta Mortgage and Housing Corporation	55,170,407	
Alberta Agricultural Development Corporation	43,299,789	
Alberta Government Telephones Commission	14,527,486	
Alberta Opportunity Company	7,391,246	
Health Care Insurance Fund	3,292,784	
Alberta Petroleum Incentives Program Fund	2,949,071	
Workers' Compensation Board	772,231	
Alberta Motion Picture Development Corporation	633,705	
Motor Vehicle Accident Claims Fund	444,794	
Livestock Patrons' Assurance Fund	382,682	
Improvement Districts' Trust Account	81,098	
Alberta Research Council	60,759	
Alberta Hail and Crop Insurance Corporation	50,374	
Alberta Intermodal Services Ltd.	33,079	
Alberta Foundation for the Performing Arts	2,341	
Alberta Historical Resources Foundation	1,324	
		187,881,464
Total write-offs		286,558,459
Total remissions, compromises and write-offs		<u>\$318,019,002</u>

STATEMENT OF SPECIAL WARRANTS ISSUED AND
PAYMENTS MADE UNDER THE AUTHORITY PROVIDED
FOR THE YEAR ENDED MARCH 31, 1990

The following statement has been prepared pursuant to section 42 of the Financial Administration Act. The statement includes all special warrants issued during the fiscal year.

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
<u>ALBERTA CAPITAL FUND</u>				
	PUBLIC WORKS, SUPPLY AND SERVICES			
3	CONSTRUCTION OF HOSPITALS AND NURSING HOMES			
	To provide funds for various hospital construction projects.	O.C. 63/90	\$ 41,000,000	\$ 40,955,320
	TOTAL VOTE 3		41,000,000	40,955,320
			<u>\$ 41,000,000</u>	<u>\$ 40,955,320</u>
<u>GENERAL REVENUE FUND</u>				
	LEGISLATIVE ASSEMBLY			
1	SUPPORT TO THE LEGISLATIVE ASSEMBLY			
	To provide funds to meet obligations arising from new Members' Services Committee Orders associated with members' indemnity and allowances, committee fees and allowances and the establishment of a Select Special Committee on Electoral Boundaries and a Select Special Ombudsman Search Committee.	O.C. 766/89	\$ 2,213,752	\$ 2,046,302
	TOTAL VOTE 1		2,213,752	2,046,302
			<u>2,213,752</u>	<u>2,046,302</u>
3	OFFICE OF THE OMBUDSMAN			
	To provide funds for the Ombudsman's investigation of provincial regulatory processes and their administration, as they relate to the financial collapse of the Principal Group of Companies.	O.C. 547/89	167,000	133,690
	TOTAL VOTE 3		167,000	133,690
			<u>\$ 2,380,752</u>	<u>\$ 2,179,992</u>
	AGRICULTURE			
2	SUPPORT FOR PRIMARY PRODUCTION			
	To provide additional funds for the Red Meat Stabilization program required as a result of increased enrolments and registration, production increases, and increased premium rates.	O.C. 102/90	\$ 5,650,000	\$ 5,650,000
	To provide additional funds for the Crow Benefit Offset program owing to increased livestock in the Province.	O.C. 103/90	5,100,000	5,100,000
	TOTAL VOTE 2		10,750,000	10,750,000
			<u>10,750,000</u>	<u>10,750,000</u>
3	SUPPORT FOR MARKETING AND PROCESSING			
	To provide additional funds required by Alberta Terminals Ltd. to fund losses incurred by Alberta Terminals Canola Crushers Ltd. over a two year period, ending July 31, 1989.	O.C. 732/89	6,900,000	6,900,000
	TOTAL VOTE 3		6,900,000	6,900,000
			<u>6,900,000</u>	<u>6,900,000</u>

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
	AGRICULTURE (cont'd)			
7	CROP INSURANCE ASSISTANCE			
	To provide additional funds required owing to an unanticipated increase of farm producers in the High Risk Subsidy program.	O.C. 105/90	\$ 3,200,000	\$ 3,200,000
	To provide funding for additional inspection, adjusting and processing undertaken in relation to program enhancements and expansion, and because of adverse weather conditions.	O.C. 106/90	1,300,000	1,300,000
	TOTAL VOTE 7		<u>4,500,000</u>	<u>4,500,000</u>
			<u>\$ 22,150,000</u>	<u>\$ 22,150,000</u>
	ATTORNEY GENERAL			
3	LEGAL SERVICES			
	To provide funding for unanticipated contracted services fees and other operating expenses; to provide funding to the Conflict of Interest Panel; and, the printing of new forms resulting from changes made to the Criminal Code.	O.C. 619/89	\$ 8,690,000	\$ 7,070,801
	TOTAL VOTE 3		<u>8,690,000</u>	<u>7,070,801</u>
5	PROTECTION AND ADMINISTRATION OF PROPERTY RIGHTS			
	To provide funding for anticipated manpower costs, volume increases in registration in Land Titles and increased cost of EDP maintenance.	O.C. 89/90	1,162,000	1,004,512
	TOTAL VOTE 5		<u>1,162,000</u>	<u>1,004,512</u>
6	FATALITY INQUIRIES			
	To provide funding for medical examiners' equipment maintenance.	O.C. 112/90	50,000	50,000
	TOTAL VOTE 6		<u>50,000</u>	<u>50,000</u>
7	CRIMES COMPENSATION			
	To provide funding for compensation payments to victims of violent criminal activity.	O.C. 47/90	350,000	219,540
	TOTAL VOTE 7		<u>350,000</u>	<u>219,540</u>
			<u>\$ 10,252,000</u>	<u>\$ 8,344,853</u>
	CULTURE AND MULTICULTURALISM			
3	HISTORICAL RESOURCES DEVELOPMENT			
	To provide funding for The Dinosaur Project: China-Canada-Alberta Ex Terra.	O.C. 523/89	\$ 1,444,000	\$ 1,444,000
	TOTAL VOTE 3		<u>1,444,000</u>	<u>1,444,000</u>
			<u>\$ 1,444,000</u>	<u>\$ 1,444,000</u>
	EDUCATION			
2	FINANCIAL ASSISTANCE TO SCHOOLS			
	To provide additional funding required owing to higher than expected enrolments.	O.C. 83/90	\$ 2,900,000	\$ 2,900,000
	TOTAL VOTE 2		<u>2,900,000</u>	<u>2,900,000</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
EDUCATION (cont'd)				
3	STUDENT PROGRAMS, EVALUATION AND PROGRAM DELIVERY			
	To provide funding to continue the production of the learning resources required by those schools implementing the Distance Education Initiative during the 1989-90 school year.	O.C. 61/90	\$ 1,860,000	\$ 1,636,000
	To provide funding to establish panels to deal with the special needs of students.	O.C. 84/90	588,000	310,000
	TOTAL VOTE 3		2,448,000	1,946,000
			\$ 5,348,000	\$ 4,846,000
ENERGY				
7	OIL SANDS EQUITY MANAGEMENT			
	To provide additional funds to cover the cost of the Agency's increased involvement with the OSLO Commercial and New Venture programs, and the Bi-Provincial Upgrader.	O.C. 13/90	\$ 200,000	\$ 200,000
	TOTAL VOTE 7		200,000	200,000
8	ELECTRIC ENERGY MARKETING			
	To provide funds to make a shielding payment adjustment subsequent to Public Utilities Board Order E 89115 dated December 29, 1989 wherein the 1988 electric energy prices into the Agency were adjusted.	O.C. 111/90	824,000	823,236
	TOTAL VOTE 8		824,000	823,236
			\$ 1,024,000	\$ 1,023,236
ENVIRONMENT				
1	DEPARTMENTAL SUPPORT SERVICES			
	To provide funding for public consultation on the Government's environmental principles and policies.	O.C. 43/90	\$ 630,000	\$ 244,472
	TOTAL VOTE 1		630,000	244,472
2	ENVIRONMENTAL PROTECTION, ENHANCEMENT AND RESEARCH			
	To provide funding to carry out the mandate of Alberta- Pacific Environmental Impact Assessment Review Board.	O.C. 41/90	1,500,000	1,500,000
	To provide funding to investigate, assess and provide emergency containment of contaminants in and along the Bow River.	O.C. 42/90	850,000	850,000
	To provide funding for the disposal of PCB contaminated material from the Fire Park site in Calgary.	O.C. 44/90	450,000	433,048
	To provide funding to enable the Alberta Environmental Centre to carry out unanticipated research projects.	O.C. 45/90	232,290	191,454
	To provide funding for the development of a comprehensive recycling program.	O.C. 46/90	150,000	150,000
	TOTAL VOTE 2		3,182,290	3,124,502
3	WATER RESOURCES MANAGEMENT			
	To provide funding for the continuation of the Water Supplies Assistance program.	O.C. 642/89	2,300,000	2,300,000
	TOTAL VOTE 3		2,300,000	2,300,000

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
ENVIRONMENT (cont'd)				
5	OVERVIEW AND COORDINATION OF ENVIRONMENTAL CONSERVATION To provide funding to meet unbudgeted operation costs of the Environment Council of Alberta.	O.C. 573/89	\$ 195,000	\$ 195,000
	TOTAL VOTE 5		195,000	195,000
			<u>\$ 6,307,290</u>	<u>\$ 5,863,974</u>
EXECUTIVE COUNCIL				
6	DISASTER SERVICES AND DANGEROUS GOODS CONTROL To provide funding for disaster assistance to victims and related operating costs associated with floods and numerous isolated disaster events.	O.C. 593/89	\$ 6,641,900	\$ 5,344,859
	To provide funding for cost shared programs with the federal government and manpower costs associated with an increased number of responses to disaster assistance and dangerous goods incidents.	O.C. 594/89	833,950	563,466
	To provide funding to permit payments to victims of the northwestern Alberta heavy rainfall of August/October, 1989 and for associated provincial costs.	O.C. 86/90	14,900,000	14,768,805
	TOTAL VOTE 6		<u>22,375,850</u>	<u>20,677,130</u>
7	PUBLIC SERVICE EMPLOYEE RELATIONS To provide funding to meet cost increases in Public Service Employee Relations Board's arbitration hearings and related operating costs.	O.C. 64/90	51,200	51,200
	TOTAL VOTE 7		<u>51,200</u>	<u>51,200</u>
10	PREMIER'S COMMISSION ON FUTURE HEALTH CARE FOR ALBERTANS To provide funding to extend the Commission's mandate from December 31, 1989 to March 31, 1990.	O.C. 101/90	169,000	159,270
	TOTAL VOTE 10		<u>169,000</u>	<u>159,270</u>
14	PREMIER'S COUNCIL IN SUPPORT OF ALBERTA FAMILIES To provide funds required to support activities associated with the Family Fair and Family Day.	O.C. 88/90	120,000	120,000
	TOTAL VOTE 14		<u>120,000</u>	<u>120,000</u>
			<u>\$ 22,716,050</u>	<u>\$ 21,007,600</u>
FAMILY AND SOCIAL SERVICES				
2	INCOME SUPPORT TO INDIVIDUALS AND FAMILIES To provide additional funds required to cover increased caseloads and cost per case in the Social Allowance and Assured Income for the Severely Handicapped (AISH) programs.	O.C. 108/90	\$ 38,931,000	\$ 38,931,000
	To provide funding to cover retroactive salary adjustments.	O.C. 110/90	1,248,000	1,124,943
	TOTAL VOTE 2		<u>40,179,000</u>	<u>40,055,943</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
	FAMILY AND SOCIAL SERVICES (cont'd)			
3	SOCIAL SUPPORT TO INDIVIDUALS AND FAMILIES			
	To provide additional funding required for increased caseloads and costs in the Child Welfare program and for increased utilization of the Day Care and Handicapped Children Services programs.	O.C. 109/90	\$ 9,880,000	\$ 8,149,000
	TOTAL VOTE 3		<u>9,880,000</u>	<u>8,149,000</u>
			<u>\$ 50,059,000</u>	<u>\$ 48,204,943</u>
	FEDERAL AND INTERGOVERNMENTAL AFFAIRS			
1	INTERGOVERNMENTAL COORDINATION AND RESEARCH			
	To provide funding for the Senate Reform Task Force, Western Premiers' Conference, evacuation of Alberta students from China and unexpected increased cost of operation of the Alberta foreign offices.	O.C. 676/89	\$ 1,160,000	\$ 770,594
	TOTAL VOTE 1		<u>1,160,000</u>	<u>770,594</u>
			<u>\$ 1,160,000</u>	<u>\$ 770,594</u>
	FORESTRY, LANDS AND WILDLIFE			
3	FOREST RESOURCES MANAGEMENT			
	To provide additional fire suppression funding required owing to abnormally high electrical storm activity this fire season.	O.C. 522/89	\$ 14,560,147	\$ 11,207,478
	TOTAL VOTE 3		<u>14,560,147</u>	<u>11,207,478</u>
4	PUBLIC LANDS MANAGEMENT AND LAND INFORMATION SERVICES			
	To provide funding to accommodate the negotiation of native land claim settlements with the Sturgeon Lake, Whitefish Lake and Lubicon Lake Bands.	O.C. 731/89	12,958,000	12,951,391
	TOTAL VOTE 4		<u>12,958,000</u>	<u>12,951,391</u>
			<u>\$ 27,518,147</u>	<u>\$ 24,158,869</u>
	HEALTH			
2	HEALTH CARE INSURANCE			
	To provide for a funding shortfall in the Health Care Insurance Fund arising from lower than expected contributions from the federal government and an unanticipated increase in the costs of the Blue Cross Non-Group Benefits program.	O.C. 81/90	\$ 27,000,000	\$ 27,000,000
	TOTAL VOTE 2		<u>27,000,000</u>	<u>27,000,000</u>
5	COMMUNITY HEALTH SERVICES			
	To provide for unanticipated price and utilization increases in the Alberta Aids to Daily Living and the Extended Health Benefit programs.	O.C. 82/90	3,900,000	3,900,000
	TOTAL VOTE 5		<u>3,900,000</u>	<u>3,900,000</u>
7	ALCOHOL AND DRUG ABUSE - TREATMENT, PREVENTION AND EDUCATION			
	To provide funding for a one time grant to Kids of the Canadian West to assist in establishing a treatment program for severely drug dependent adolescents.	O.C. 641/89	600,000	600,000
	TOTAL VOTE 7		<u>600,000</u>	<u>600,000</u>
			<u>\$ 31,500,000</u>	<u>\$ 31,500,000</u>

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
LABOUR				
5	INDIVIDUAL'S RIGHTS PROTECTION			
	To provide funding to meet higher than anticipated administrative and operating costs for the Human Rights Commission.	O.C. 549/89	\$ 128,000	\$ 128,000
	To provide funding to meet the costs of increased number of Boards of Inquiry established under the Individual's Rights Protection Act.	O.C. 550/89	106,425	106,425
	To provide funding to meet the costs of increased number of Boards of Inquiry established under the Individual's Rights Protection Act.	O.C. 107/90	40,000	40,000
	TOTAL VOTE 5		274,425	274,425
			<u>\$ 274,425</u>	<u>\$ 274,425</u>
MUNICIPAL AFFAIRS				
2	FINANCIAL SUPPORT FOR MUNICIPAL PROGRAMS			
	To provide funding for the payment of a start-up grant for the Town of Banff.	O.C. 28/90	\$ 3,000,000	\$ 3,000,000
	TOTAL VOTE 2		3,000,000	3,000,000
			<u>3,000,000</u>	<u>3,000,000</u>
5	ADMINISTRATIVE AND TECHNICAL SUPPORT TO MUNICIPALITIES			
	To provide funding to municipalities for the administrative costs relating to Senatorial Selection of October 16, 1989.	O.C. 524/89	2,800,000	2,583,581
	To provide funding for new initiatives relating to the Alberta/Metis Settlements Accord and the Alberta/Metis Association of Alberta Framework Agreement.	O.C. 733/89	1,800,000	1,346,970
	TOTAL VOTE 5		4,600,000	3,930,551
			<u>\$ 7,600,000</u>	<u>\$ 6,930,551</u>
PUBLIC WORKS, SUPPLY AND SERVICES				
3	MANAGEMENT OF PROPERTIES			
	To provide funding for the implementation of tenant improvement projects to meet unanticipated departmental program needs.	O.C. 104/90	\$ 2,300,000	\$ 1,098,132
	TOTAL VOTE 3		2,300,000	1,098,132
			<u>2,300,000</u>	<u>1,098,132</u>
6	LAND ASSEMBLY			
	To provide funding to reimburse the Land Purchase Fund for properties placed in the department's administration and to be put into primary use by the end of March 31, 1990.	O.C. 87/90	2,600,000	2,600,000
	TOTAL VOTE 6		2,600,000	2,600,000
			<u>\$ 4,900,000</u>	<u>\$ 3,698,132</u>
SOLICITOR GENERAL				
3	LAW ENFORCEMENT			
	To provide funding for the Native Criminal Justice Task Force.	O.C. 62/90	\$ 295,000	\$ 252,900
	To provide funding for unanticipated salary increases associated with the RCMP-provincial policing agreement, a policing start-up grant to the Blood Indian Band, and additional costs arising from the Blood Indian Inquiry.	O.C. 85/90	1,355,000	1,355,000
	TOTAL VOTE 3		1,650,000	1,607,900
			<u>\$ 1,650,000</u>	<u>\$ 1,607,900</u>

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
	TECHNOLOGY, RESEARCH AND TELECOMMUNICATIONS			
1	DEVELOPMENT AND COMMERCIALIZATION OF ADVANCED TECHNOLOGIES			
	To provide additional funds to carry out management consulting studies, other activities and administration for the financing of projects.	O.C. 525/89	\$ 500,000	\$ 439,755
	To provide funding to host the National Forum of Science and Technology Advisory Councils in Edmonton.	O.C. 90/90	90,000	65,570
	TOTAL VOTE 1		<u>590,000</u>	<u>505,325</u>
2	FINANCING OF TECHNOLOGY AND RESEARCH PROJECTS			
	To provide funding for technology commercialization projects.	O.C. 709/89	3,800,000	3,300,000
	Less: capitalized as a voted non-budgetary disbursement		(1,500,000)	(1,500,000)
	TOTAL VOTE 2		<u>2,300,000</u>	<u>1,800,000</u>
4	MULTI-MEDIA EDUCATION SERVICES			
	To provide funding for the purchase of a transmitter tower and the equipment to provide for the relocation of the CKUA FM Edmonton transmitter and the installation of an Edmonton low power television transmitter. To provide the equipment to operate an Edmonton television service.	O.C. 113/90	720,000	720,000
	TOTAL VOTE 4		<u>720,000</u>	<u>720,000</u>
			<u>\$ 3,610,000</u>	<u>\$ 3,025,325</u>
	TOURISM			
2	TOURISM PLANNING, DEVELOPMENT AND MARKETING			
	To provide additional funds to cover a greater than anticipated number of claims made under the Canada/ Alberta Tourism Agreement.	O.C. 65/90	\$ 1,200,000	\$ 1,200,000
	TOTAL VOTE 2		<u>1,200,000</u>	<u>1,200,000</u>
			<u>\$ 1,200,000</u>	<u>\$ 1,200,000</u>
	TRANSPORTATION AND UTILITIES			
2	CONSTRUCTION AND OPERATION OF TRANSPORTATION SYSTEMS			
	To provide additional funds to cover greater than anticipated primary highway maintenance costs owing to extensive winter weather conditions for an extended period of time throughout most of the Province.	O.C. 99/90	\$ 5,000,000	\$ 5,000,000
	To provide additional funds for improvements to the Fort Chipewyan winter road under the terms of an agreement with the federal government.	O.C. 100/90	465,000	465,000
	TOTAL VOTE 2		<u>5,465,000</u>	<u>5,465,000</u>
4	DEVELOPMENT AND SUPPORT OF UTILITIES SERVICES			
	To provide additional funds to cover urgent applications under the Alberta Farm Water Grant program.	O.C. 640/89	2,700,000	2,700,000
	TOTAL VOTE 4		<u>2,700,000</u>	<u>2,700,000</u>
			<u>\$ 8,165,000</u>	<u>\$ 8,165,000</u>

SUPPLEMENTARY INFORMATION

Statement No. 8.2 (cont'd)

<u>Vote No.</u>	<u>Department/Program</u>	<u>Special Warrant No.</u>	<u>Amount Authorized</u>	<u>Amount Expended</u>
	TREASURY			
2	REVENUE COLLECTION AND REBATES			
	To provide funding for the Alberta Farm Fuel Distribution Allowance program arising from an increase in the volume of farm fuel purchases.	O.C. 22/90	\$ 20,300,000	\$ 20,300,000
	TOTAL VOTE 2		<u>20,300,000</u>	<u>20,300,000</u>
3	FINANCIAL MANAGEMENT, PLANNING AND CENTRAL SERVICES			
	To provide funding for Alberta's settlement offer to investors in Associated Investors of Canada Ltd. (AIC) and First Investors Corporation (FIC), including related administrative and legal costs. To provide for the additional costs of the Inspector and investigation, the Investment Contract Holders Committee and other activities and administration related to the bankruptcy of Principal Group Ltd., the liquidation of Principal Savings and Trust Company and the cancellation of the licences of FIC and AIC.	O.C. 21/90	85,000,000	78,402,221
	TOTAL VOTE 3		<u>85,000,000</u>	<u>78,402,221</u>
6	FINANCING - PURCHASE OF LOANS			
	To provide funding for an advance to purchase the indebtedness owing to Lloyds Bank Canada by Gainers Inc. and the related security held for that indebtedness.	O.C. 548/89	35,000,000	34,651,183
	TOTAL VOTE 6		<u>35,000,000</u>	<u>34,651,183</u>
			<u>\$ 140,300,000</u>	<u>\$ 133,353,404</u>
	GRAND TOTAL		<u>\$ 390,558,664</u>	<u>\$ 370,704,118</u>
	Summary by Fund:			
	ALBERTA CAPITAL FUND		\$ 41,000,000	\$ 40,955,320
	GENERAL REVENUE FUND		<u>349,558,664</u>	<u>329,748,798</u>
			<u>\$ 390,558,664</u>	<u>\$ 370,704,118</u>

Statement No. 8.3

STATEMENT OF BORROWINGS MADE UNDER SECTION 61(1)
OF THE FINANCIAL ADMINISTRATION ACT FOR THE
YEAR ENDED MARCH 31, 1990

	Issue Principal	Proceeds
General Revenue Fund:		
Payable in Canadian dollars:		
Promissory Notes	\$ 19,036,280,000	\$ 18,897,496,684
91 Day Treasury Bills	2,600,000,000	2,522,324,300
Debentures	300,000,000	296,400,000
Alberta Capital Bonds	245,590,600	243,523,078
	<u>\$ 22,181,870,600</u>	<u>\$ 21,959,744,062</u>
Payable in U.S. dollars:		
Promissory Notes	<u>\$ 3,272,962,000</u>	<u>\$ 3,240,062,472</u>
Alberta Capital Fund:		
Alberta Capital Bonds	\$ 345,437,000	\$ 343,332,882
Promissory Notes	270,000,000	268,046,259
	<u>\$ 615,437,000</u>	<u>\$ 611,379,141</u>
Alberta Provincial Corporation Loan Fund:		
Promissory Notes	<u>\$ 1,847,000,000</u>	<u>\$ 1,821,541,362</u>
Farm Credit Stability Fund:		
Promissory Notes	<u>\$ 2,869,000,000</u>	<u>\$ 2,800,704,250</u>
Small Business Term Assistance Fund:		
Promissory Notes	<u>\$ 18,000,000</u>	<u>\$ 17,797,444</u>
Grand Totals:		
Payable in Canadian dollars	<u>\$ 27,531,307,600</u>	<u>\$ 27,211,166,259</u>
Payable in U.S. dollars	<u>\$ 3,272,962,000</u>	<u>\$ 3,240,062,472</u>

Statement No. 8.4

STATEMENT OF THE AMOUNT OF DEBT OF THE CROWN
OUTSTANDING AT MARCH 31, 1990 FOR WHICH
SECURITIES HAVE BEEN PLEDGED UNDER
PART 6 OF THE FINANCIAL ADMINISTRATION ACT

No securities have been pledged under this Part.

STATEMENT OF GUARANTEES AND INDEMNITIES
GIVEN BY THE CROWN AND PROVINCIAL CORPORATIONS
FOR THE YEAR ENDED MARCH 31, 1990

The following statement has been prepared pursuant to section 76 of the Financial Administration Act. The statement summarizes the amounts of all guarantees and indemnities given by the Crown and Provincial corporations during the fiscal year, the amounts paid as a result of liability under guarantees and indemnities, and the amounts recovered on debts owing as a result of payments under guarantees.

<u>Program/Borrower</u>	<u>Amount of Guarantee or Indemnity</u>	<u>Payments</u>	<u>Recoveries</u>
CROWN GUARANTEES			
Advanced Education			
Student loans	\$ 50,901,330	\$ 7,783,238	\$2,247,035
Agriculture			
Agricultural societies	—	—	12,000
Alberta Livestock Loan Guarantee Regulations	—	—	595
Alberta small grain dealers program	720,000	—	—
Cow-calf Producers' Advance Regulations	—	—	2,975
Farm Credit Stability Fund Act	385,878,516	1,420,664	—
Feeder associations	3,312,500	—	—
Irrigation districts	41,563,447	—	—
Judgement debts	—	—	70,413
Consumer and Corporate Affairs			
Co-operative marketing associations	—	—	2,359
Rocky Mountain Life Insurance Company	—	6,112,715	—
Culture and Multiculturalism			
Department of Culture and Multiculturalism Act	515,000	—	—
Economic Development and Trade			
Alberta capital loan program	11,113,271	—	—
Alberta Whitewood Industries Ltd.	2,295,000	—	—
Continental Canal Systems Alberta Inc.	—	250,000	—
Export program	36,153,900	3,063,767	—
Farm implement dealers program	—	104,587	—
Gainers Inc.	10,000,000	—	—
Gainers Properties Inc.	—	2,901,971	—
Norstar Recreation Products Ltd.	—	1,034,624	—
Northern Steel Inc.	5,100,000	—	—
Score Energy Products Inc.	200,000	—	—
Ski-Free Marine Inc.	300,000	—	—
Small Business Term Assistance Fund Act	33,022,615	817,997	605
Smoky River Coal Limited	4,000,000	—	—
Universal Industries Ltd.	600,000	—	—
397706 Alberta Ltd.	12,000,000	—	—
Forestry, Lands and Wildlife			
Alberta Newsprint Funding Corporation	220,000,000	—	—
Slave Lake Pulp Partnership	96,000,000	—	—
Municipal Affairs			
Alberta family first home program	50,881,421	27,693	—
Technology, Research and Telecommunications			
Centre for Frontier Engineering Research	5,000,000	—	—
General Systems Research Inc.	500,000	9,394,861	—
Peat Marwick Thorne Inc.	2,500,000	—	—
Tomotechnology Inc.	250,000	257,180	—
Treasury			
Stampeder Football Club Ltd.	2,000,000	—	—
Transportation and Utilities			
Rural utilities loans	630,749	72,742	79,777
Guaranteed Debenture Debt			
Alberta Mortgage and Housing Corporation	78,000,000	—	—
Alberta Municipal Financing Corporation	278,470,000	—	—
Total - Crown guarantees	<u>1,331,907,749</u>	<u>33,242,039</u>	<u>2,415,759</u>

Statement No. 8.5 (cont'd)

<u>Program/Borrower</u>	<u>Amount of Guarantee or Indemnity</u>	<u>Payments</u>	<u>Recoveries</u>
CROWN INDEMNITIES			
Treasury			
Credit Union Deposit Guarantee Corporation	\$ —	\$ 78,526,758	\$ —
PROVINCIAL CORPORATION GUARANTEES			
Alberta Agricultural Development Corporation	10,390,673	2,638,588	1,474
Alberta Government Telephones Commission	719,430	—	—
Alberta Opportunity Company	905,000	390,000	68,499
Total - Provincial corporation guarantees	<u>12,015,103</u>	<u>3,028,588</u>	<u>69,973</u>
GRAND TOTAL	<u>\$1,343,922,852</u>	<u>\$114,797,385</u>	<u>\$2,485,732</u>

SUPPLEMENTARY INFORMATION

Statement No. 8.6

STATEMENT OF EXPENDITURE MADE FROM
THE IMPROVEMENT DISTRICTS' TRUST ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 1989

The following statement has been prepared pursuant to section 10(3) of the Improvement Districts Act from information in the audited financial statements of the Improvement Districts' Trust Account for the year ended December 31, 1989.

Improvement District	Transportation Services	Utilities	Administrative Services	Agricultural Planning and Other Community Services	Protective Services	Recreation and Cultural Services	Garbage Collection and Disposal	Total Expenditure
4	\$ —	\$ —	\$ 76	\$ —	\$ —	\$ —	\$ —	\$ 76
5	70,496	4,822	163,866	50,171	330,274	4,000	83,588	707,217
6	315,000	—	53,392	16,565	1,576	—	—	386,533
7	105,799	191,925	151,109	84,760	124,080	52,645	17,915	728,233
8	—	—	3,816	3,915	—	39	—	7,770
9	—	—	704	—	—	—	—	704
12	—	—	27,885	—	—	—	—	27,885
13	—	—	1,178	—	—	—	—	1,178
14	3,763,674	92,956	352,484	357,234	718,949	477,927	155,674	5,918,898
15	2,033,043	87,942	276,220	118,717	141,345	132,004	6,266	2,795,537
16	2,816,401	167,680	633,421	506,727	222,311	465,506	94,206	4,906,252
17	3,329,353	3,780,147	1,253,088	865,187	475,697	475,441	179,494	10,358,407
18	4,431,052	1,601,350	2,036,725	910,743	885,127	586,882	83,856	10,535,735
19	794,186	68,122	217,593	209,054	149,538	423,303	9,835	1,871,631
20	1,074,711	76,718	586,312	300,301	250,337	85,865	52,227	2,426,471
21	1,381,098	99,651	354,856	295,662	46,779	129,905	31,304	2,339,255
22	1,164,468	226,918	344,691	539,260	167,097	147,837	21,047	2,611,318
23	1,275,642	1,099,058	442,761	299,663	255,619	363,887	22,922	3,759,552
24	—	—	322	—	—	—	—	322
	<u>\$ 22,554,923</u>	<u>\$ 7,497,289</u>	<u>\$ 6,900,499</u>	<u>\$ 4,557,959</u>	<u>\$ 3,768,729</u>	<u>\$ 3,345,241</u>	<u>\$ 758,334</u>	<u>\$ 49,382,974</u>

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
FINANCIAL STATEMENT
MARCH 31, 1990

Auditors' Report
Statement of Revenue and Expenditure
Notes to the Financial Statement

AUDITORS' REPORT

To the Chairman, Standing Committee on Legislative Offices

We have examined the statement of revenue and expenditure of the Office of the Auditor General for the year ended March 31, 1990. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, this financial statement presents fairly the revenue and expenditure of the Office for the year ended March 31, 1990 in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statement, applied on a basis consistent with that of the preceding year.

Kingston Ross
Chartered Accountants

Edmonton, Alberta
August 31, 1990

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
STATEMENT OF REVENUE AND EXPENDITURE
YEAR ENDED MARCH 31, 1990

	<u>1990</u>	<u>1989</u>
REVENUE		
Audit fees	\$ 685,109	\$ 642,535
Miscellaneous	15,704	9,400
	<u>700,813</u>	<u>651,935</u>
EXPENDITURE		
Manpower		
Salaries and wages	6,445,982	6,178,566
Employer contributions	854,302	813,611
Allowances and benefits	118,328	120,116
	<u>7,418,612</u>	<u>7,112,293</u>
Supplies and services		
Agent fees	2,035,906	1,893,472
Travel expenses	226,061	212,122
Other professional services	138,200	101,644
Materials and supplies	128,211	108,002
Repairs and maintenance	99,805	85,454
Rental of equipment	30,429	29,916
Computer services	9,659	102,286
Miscellaneous	34,009	14,524
	<u>2,702,280</u>	<u>2,547,420</u>
Purchase of fixed assets		
Computer equipment	398,378	139,573
Other	5,504	1,081
	<u>403,882</u>	<u>140,654</u>
	<u>10,524,774</u>	<u>9,800,367</u>
EXCESS OF EXPENDITURE OVER REVENUE FOR THE YEAR	<u>\$ 9,823,961</u>	<u>\$9,148,432</u>

The accompanying notes are part
of this financial statement.

ALBERTA LEGISLATURE
OFFICE OF THE AUDITOR GENERAL
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1990

Note 1 Authority

The Office of the Auditor General operates under the authority of the Auditor General Act, Chapter A-49, Revised Statutes of Alberta 1980.

Note 2 Significant Accounting Policies and Reporting Practices

This financial statement has been prepared in accordance with generally accepted accounting principles except that purchases of fixed assets are charged to expenditure in the year of purchase.

The operations of the Office of the Auditor General are financed from the General Revenue Fund of the Province and accordingly all revenue has been credited to the General Revenue Fund and all expenditure has been made therefrom. As the financial transactions of the Office of the Auditor General are only a part of the General Revenue Fund it is not considered meaningful to present a separate balance sheet.

The Office of the Auditor General is not charged with the costs relating to accommodation and certain administrative services. These costs are reflected in the programs of the supplying departments.

Note 3 Audit Fees

In accordance with section 14 of the Auditor General Act, with the approval of the Standing Committee on Legislative Offices, audit fees are charged for professional services to organizations that pay the fee from funds other than the General Revenue Fund.

Note 4 Approval of Financial Statement

This financial statement was approved by management.

STATEMENT OF DISBURSEMENTS OF NET LOTTERY PROCEEDS
MADE ON BEHALF OF THE PROVINCE OF ALBERTA
FOR THE PERIOD APRIL 1, 1989 TO MAY 25, 1989

Auditor's Report

Statement of Disbursements of Net Lottery Proceeds Made
on Behalf of the Province of Alberta

Notes to the Financial Statement

AUDITOR'S REPORT

To the Member of the Executive Council
Responsible for Lotteries

I have examined the statement of disbursements of net lottery proceeds made on behalf of the Province of Alberta for the period April 1, 1989 to May 25, 1989. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, this financial statement presents fairly the disbursements of net lottery proceeds made on behalf of the Province of Alberta for the period ended May 25, 1989 in accordance with the disclosed basis of accounting, as described in Note 2 to the financial statement, applied on a basis consistent with that of the preceding year.

Donald D. Salmon, FCA
Auditor General

Edmonton, Alberta
September 5, 1990

Statement No. 8.8 (cont'd)

STATEMENT OF DISBURSEMENTS OF NET LOTTERY PROCEEDS
MADE ON BEHALF OF THE PROVINCE OF ALBERTA
FOR THE PERIOD APRIL 1, 1989 TO MAY 25, 1989
(thousands of dollars)

	Period Ended May 25, 1989	Year Ended March 31, 1989
Government of Canada	\$ —	\$ 4,105
Grants:		
Westerner Exposition Association (Note 3)	7,000	—
Tourism Initiatives (Note 4)	5,300	5,600
Community Facility Enhancement Program (Note 5)	4,193	8,727
Alberta Sport Council	1,623	9,173
Edmonton Northlands	834	5,000
The Recreation, Parks and Wildlife Foundation	834	5,000
The Wild Rose Foundation	834	5,000
Calgary Exhibition and Stampede Ltd.	792	4,750
Agricultural Initiatives (Note 6)	500	1,414
The Alberta Historical Resources Foundation	475	2,950
The Alberta Multicultural Fund	413	2,475
The Alberta Art Foundation	388	2,325
The Alberta Foundation for the Performing Arts	371	2,225
Major cultural facilities operating grants (Note 7)	352	1,604
Class A Fairs	238	1,400
The Alberta Foundation for the Literary Arts	221	1,325
Banff Television Foundation	134	800
Advanced hospital equipment	—	8,646
Regional library system	—	7,249
Performing Arts Organizations Initiative	—	4,700
Class D Fairs	—	3,090
Camrose Regional Exhibition	—	1,500
Class C Fairs	—	1,425
Class B Fairs	—	500
Rick Hansen Centre	—	210
	<u>\$24,502</u>	<u>\$91,193</u>

The accompanying notes are part
of this financial statement.

NOTES TO THE STATEMENT OF DISBURSEMENTS OF NET LOTTERY
PROCEEDS MADE ON BEHALF OF THE PROVINCE OF ALBERTA
MAY 25, 1989

Note 1 Authority

The proceeds of lottery schemes were distributed by the Western Canada Lottery Corporation on behalf of the Province of Alberta in accordance with the provisions of a licence issued by the Member of the Executive Council Responsible for Lotteries, under the Interprovincial Lottery Act, Chapter I-8, Revised Statutes of Alberta 1980.

The Interprovincial Lottery Amendment Act, 1988 was proclaimed on May 26, 1989, and established the Lottery Fund. The Act provides that net lottery proceeds now be deposited in and disbursed from the Lottery Fund.

Note 2 Reporting Practice

This financial statement has been prepared on a cash basis. Net lottery proceeds are the net lottery revenues available for distribution after deducting the costs of operating and administering lotteries in Alberta.

Note 3 Westerner Exposition Association

A contribution of \$21,000,000 over 3 years is to be made towards the cost of constructing the Red Deer Altaplex Centrum and Parkland Pavilion (formerly the Red Deer Agri-Trade Centre). The first instalment of \$7,000,000 was paid during the period.

Note 4 Tourism Initiatives

Tourism Initiatives provide funding to promote tourism in Alberta by co-operative marketing ventures and capital development projects.

Grants paid during the period comprise:

	Period Ended May 25, 1989	Year Ended March 31, 1989
Tourism Industry Association of Alberta	\$5,300,000	\$5,460,000
Municipality grants of \$10,000	—	140,000
	<u>\$5,300,000</u>	<u>\$5,600,000</u>

Note 5 Community Facility Enhancement Program

The Community Facility Enhancement Program provides \$100,000,000 over a three year period from October 1988 to September 1991 to encourage overall local community facility modernization and expansion through renovation and upgrading.

Note 6 Agricultural Initiatives

Agricultural Initiatives provide funding to encourage improvement in agriculture, horticulture, homemaking, and the quality of life in the agricultural community.

Grants paid during the period comprise:

	Period Ended May 25, 1989	Year Ended March 31, 1989
Equestrian Improvement Foundation	\$500,000	\$ 325,000
Grants under \$250,000	—	1,088,662
	<u>\$500,000</u>	<u>\$1,413,662</u>

Note 7 Major Cultural Facilities Operating Grants

These grants provide program funding to offset the operational costs of the following large scale, multi-purpose performing arts facilities:

	Period Ended May 25, 1989	Year Ended March 31, 1989
Calgary Performing Arts Centre	\$200,000	\$1,300,000
Citadel Theatre, Edmonton	152,000	304,000
	<u>\$352,000</u>	<u>\$1,604,000</u>

Note 8 Approval of Financial Statement

This financial statement was approved by management.

SECTION 9

1989-90

PUBLIC ACCOUNTS

ALPHABETICAL INDEX OF FUNDS AND AGENCIES

ALPHABETICAL INDEX OF
FUNDS AND AGENCIES

	Page
Alberta Agricultural Development Corporation	6.6
Alberta Agricultural Research Institute	6.14
Alberta Alcohol and Drug Abuse Commission	6.113
Alberta Art Foundation, The	6.34
Alberta Capital Fund	5.16
Alberta Dairy Control Board	6.18
Alberta Educational Communications Corporation, The	6.143
Alberta Electric Energy Marketing Agency	6.75
Alberta Environmental Research Trust	6.92
Alberta Foundation for the Literary Arts, The	6.38
Alberta Foundation for the Performing Arts, The	6.41
Alberta General Insurance Company, The	7.15
Alberta Government Telephones Commission, The	7.38
Alberta Hail and Crop Insurance Corporation	6.21
Alberta Heritage Foundation for Medical Research Endowment Fund	5.26
Alberta Heritage Savings Trust Fund	5.31
Alberta Heritage Scholarship Fund	5.45
Alberta Historical Resources Foundation, The	6.46
Alberta Insurance Council	6.31
Alberta Intermodal Services Ltd.	7.18
Alberta Liquor Control Board	7.32
Alberta Mortgage and Housing Corporation	6.121
Alberta Motion Picture Development Corporation	6.63
Alberta Multicultural Fund	6.51
Alberta Municipal Financing Corporation	6.164
Alberta Oil Sands Technology and Research Authority	6.78
Alberta Opportunity Company	6.69
Alberta Petroleum Incentives Program Fund	5.65
Alberta Petroleum Marketing Commission	6.82
Alberta Planning Fund	5.65
Alberta Provincial Corporation Loan Fund	5.65
Alberta Racing Commission	6.139
Alberta Research Council	6.149
Alberta Resources Railway Corporation	6.158
Alberta Risk Management Fund	5.65
Alberta Special Waste Management Corporation	6.95
Alberta Sport Council	6.130
Alberta Terminals Canola Crushers Ltd.	7.3
Alberta Terminals Ltd.	7.9
Calgary Area Hospital Advisory Council Fund	6.117
Canadian Pooled Equities Fund	5.65
Chattel Security Registries Assurance Fund	5.65
Credit Union Deposit Guarantee Corporation	7.47
Crop Reinsurance Fund of Alberta	5.65
Culture and Multiculturalism Revolving Fund	4.3
Edmonton Area Hospital Advisory Council Fund	6.119
Education Revolving Fund	4.7
Energy Resources Conservation Board	6.103
Environment Council of Alberta	6.100
Farm Credit Stability Fund	5.50
Fish and Wildlife Trust Fund	5.65
Forest Development Research Trust Fund	5.65
Forestry, Lands and Wildlife Revolving Fund	4.16
Gas Alberta Operating Fund	4.31
General Revenue Fund	2.2
Glenbow-Alberta Institute	6.54
Government House Foundation, The	6.60
Health Care Insurance Fund	5.11

ALPHABETICAL INDEX OF FUNDS AND AGENCIES

Horned Cattle Purchases Act Trust Account, The	5.65
Irrigation Land Manager	6.28
Land Purchase Fund	4.39
Livestock Identification and Brand Inspection Fund	5.65
Livestock Patrons' Assurance Fund	5.65
Long Term Disability Benefit Fund - Bargaining Unit	5.65
Long Term Disability Benefit Fund - Management, Opted Out and Excluded	5.65
Lottery Fund	5.6
Motion Picture Development Fund	5.65
Motor Vehicle Accident Claims Fund	5.65
Natural Gas Pricing Agreement Act Fund	6.86
Natural Gas Rebates Fund	5.65
Pension Fund	5.55
Personnel Administration Office Revolving Fund	4.20
Province of Alberta	1.2
Provincial Judges and Masters in Chambers Pension Fund	5.65
Provincial Sinking Fund	2.17
Public Works, Supply and Services Revolving Fund	4.23
Recreation and Parks Revolving Fund	4.28
Recreation, Parks and Wildlife Foundation, The	6.134
Registrar's Assurance Fund	5.65
Rural Electrification Revolving Fund	5.65
S C Financial Ltd.	7.54
S C Properties Ltd.	7.58
School Foundation Program Fund	5.3
Small Business Term Assistance Fund	5.61
Stray Animals Act Fund	5.65
Students Finance Board	6.4
Students Loan Fund	5.65
Take-or-pay Costs Sharing Fund	6.89
Tourism Education Fund	6.155
Transportation Revolving Fund	4.34
Treasury Branches Deposits Fund	7.63
Treasury Revolving Fund	4.43
United States Pooled Equities Fund	5.65
Utility Companies Income Tax Rebates Fund	5.65
Water Resources Revolving Fund	4.12
Wild Rose Foundation, The	6.108
Workers' Compensation Board, The	7.23
391760 Alberta Ltd.	7.70

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PUBLIC ACCOUNTS

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